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The Corporation of the
CITY OF HAMILTON
HAMILTON, ONTARIO

FINANCIAL REPORT

1987

URBAN MUNICIPAL

AUG 08 1988

GOVERNMENT DOCUMENTS

*Dept. of Treasury
Detailed Statements*

THE CORPORATION OF THE CITY OF HAMILTON

FINANCIAL STATEMENTS

	PAGE NUMBER
Six-Year Financial Review	1-2
Auditors' Report	3
Consolidated Balance Sheet	4
Consolidated Statement of Operations	5-6
Notes to the Consolidated Financial Statements	7-15
Trust Funds	16-22
The Hamilton Entertainment and Convention Facilities Inc ..	23-32
The Hamilton Public Library	33-41
The Parking Authority of the City of Hamilton	42-65
Concession Street Business Improvement Area	66-69
Downtown Hamilton Business Improvement Area	70-73
International Village Business Improvement Area	74-77
Jamesville Business Improvement Area	78-81
Ottawa Street Business Improvement Area	82-85
Westdale Business Improvement Area	86-89
The Hamilton and Scourge Foundation, Inc.	90-94
Hamilton Housing Company Limited	95-99
The Hamilton Municipal Retirement Fund	100-105
The Hamilton Hydro Electric System	106-114
Municipal Non-Profit (Hamilton) Housing Corporation.....	115-122

URBAN MUNICIPAL

AUG 08 1988

GOVERNMENT DOCUMENTS

THE CORPORATION OF THE CITY OF HAMILTON

SIX-YEAR FINANCIAL REVIEW

(all dollar amounts are in thousands of dollars, except per capita figures)			
	1987	1986	1985
1. POPULATION at the end of the year	307,690	307,690	307,690
2. AREA in acres at the end of the year	34,807	34,807	34,807
3. Employees - continuous full time	2,071	2,008	1,989
- part time	1,154	1,130	1,142
4. NUMBER OF HOUSEHOLDS	125,524	124,091	122,805
5. ASSESSMENT			
Taxable assessment upon which the year's rates of taxation were raised-			
Residential and farm	\$518,096	\$511,211	\$505,307
Commercial and industrial	273,462	269,112	266,688
Business	126,228	125,143	124,928
Total	\$917,786	\$905,466	\$896,923
Per capita	2,983	2,943	2,915
Commercial and industrial, and business as a percentage of taxable assessment	43.5%	43.5%	43.7%
Provincial equalization factor	8.91	10.37	11.44
6. RATES OF TAXATION			
Residential and farm mill rate			
for general municipal purposes	83.9779	79.3485	73.4019
for region or county purposes	69.3371	63.5186	59.6126
for school board purposes	128.3670	111.7193	110.6781
Total	281.6820	254.5864	243.6926
Commercial and industrial mill rate			
for general municipal purposes	98.7975	93.3512	86.3552
for region or county purposes	81.5731	74.7278	70.1325
for school board purposes	151.0200	131.4345	130.2096
Total	331.3906	299.5135	286.6973
7. REVENUE FOR GENERAL MUNICIPAL PURPOSES			
Taxation	\$86,766	\$81,094	\$74,355
Payments in lieu of taxes	6,095	5,303	5,012
Ontario grants	16,075	15,065	14,051
Other grants	230	1,605	1,618
Fees and service charges	15,396	13,863	10,791
Other	13,919	14,145	17,182
Total	\$138,481	\$131,075	\$123,009
8. TAX ARREARS - per capita	\$44	\$44	\$46
- percentage of current levy	4.7%	5.3%	5.7%
9. EXPENDITURE - general municipal	\$138,909	\$131,207	\$123,276
10. TRANSFERS TO THE REGION	\$75,274	\$68,253	\$63,631
11. TRANSFERS TO THE SCHOOL BOARDS	\$133,490	\$115,284	\$113,025
12. NET LONG-TERM LIABILITIES			
General municipal activities	\$43,911	\$48,566	\$53,245
- per capita	\$143	\$158	\$173
- percentage of taxable assessment	4.8%	5.4%	5.9%
Municipal enterprises	\$2,275	\$2,529	\$3,026
13. CHARGES FOR NET LONG-TERM LIABILITIES			
General municipal activities	\$10,354	\$10,955	\$9,075
- per capita	\$34	\$36	\$29
- as a mill rate	11.28	12.10	10.12
14. CAPITAL FINANCING DURING THE YEAR			
Contributions from own funds	\$10,928	\$13,881	\$14,660
Long-term liabilities incurred	418	202	14,192
Ontario grants	2,894	4,306	4,150
Other	153	240	308
Total	\$14,393	\$18,629	\$33,310
15. CAPITAL EXPENDITURE DURING THE YEAR	\$26,857	\$17,959	\$33,508
16. ACCUMULATED NET REVENUE	\$2,104	\$2,388	\$2,599
17. RESERVES AND RESERVE FUNDS	\$63,284	\$48,386	\$46,238

THE CORPORATION OF THE CITY OF HAMILTON

SIX-YEAR FINANCIAL REVIEW - (Continued)

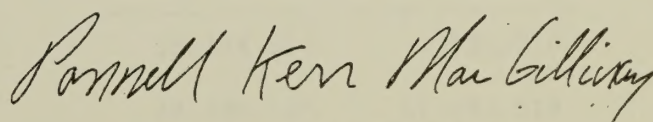
(all dollar amounts are in thousands of dollars, except per capita figures)		1984	1983	1982
1.	POPULATION at the end of the year	308,102	308,102	308,102
2.	AREA in acres at the end of the year	34,807	34,807	34,807
3.	Employees - continuous full time	1,890	1,899	1,918
	- part time	1,086	993	1,147
4.	NUMBER OF HOUSEHOLDS	121,991	120,497	120,317
5.	ASSESSMENT			
	Taxable assessment upon which the year's rates of taxation were raised-			
	Residential and farm	\$503,788	\$494,249	\$488,045
	Commercial and industrial	261,906	258,354	260,781
	Business	122,887	121,173	122,019
	Total	\$888,581	\$873,776	\$870,845
	Per capita	2,884	2,836	2,826
	Commercial and industrial, and business as a percentage of taxable assessment	43.3%	43.4%	44.0%
	Provincial equalization factor	11.91	12.36	12.81
6.	RATES OF TAXATION			
	Residential and farm mill rate			
	for general municipal purposes	69.7323	62.7923	62.7923
	for region or county purposes	56.8038	56.6640	54.7552
	for school board purposes	102.4846	98.1207	87.9199
	Total	229.0207	217.5770	205.4674
	Commercial and industrial mill rate			
	for general municipal purposes	82.0379	73.8733	73.8733
	for region or county purposes	66.8280	66.6636	64.4179
	for school board purposes	120.5701	115.4361	103.4352
	Total	269.4360	255.9730	241.7264
7.	REVENUE FOR GENERAL MUNICIPAL PURPOSES			
	Taxation	\$69,614	\$61,732	\$61,327
	Payments in lieu of taxes	4,478	4,255	3,910
	Ontario grants	13,371	12,451	11,383
	Other grants	1,848	1,671	1,566
	Fees and service charges	6,914	4,609	4,548
	Other	19,270	17,063	20,108
	Total	\$115,495	\$101,781	\$102,842
8.	TAX ARREARS - per capita	\$50	\$53	\$53
	- percentage of current levy	6.8%	7.7%	8.2%
9.	EXPENDITURE - general municipal	\$113,882	\$101,693	\$102,907
10.	TRANSFERS TO THE REGION	\$60,217	\$58,781	\$56,542
11.	TRANSFERS TO THE SCHOOL BOARDS	\$103,395	\$97,053	\$86,477
12.	NET LONG-TERM LIABILITIES			
	General municipal activities	\$43,285	\$36,420	\$39,419
	- per capita	\$140	\$118	\$128
	- percentage of taxable assessment	4.9%	4.2%	4.5%
	Municipal enterprises	\$3,341	\$3,617	\$3,687
13.	CHARGES FOR NET LONG-TERM LIABILITIES			
	General municipal activities	\$7,125	\$7,268	\$7,396
	- per capita	\$23	\$24	\$24
	- as a mill rate	8.02	8.32	8.49
14.	CAPITAL FINANCING DURING THE YEAR			
	Contributions from own funds	\$20,553	\$8,748	\$8,490
	Long-term liabilities incurred	10,267	494	220
	Ontario grants	5,527	5,129	1,789
	Other	1,110	1,695	1,206
	Total	\$37,457	\$16,066	\$11,705
15.	CAPITAL EXPENDITURE DURING THE YEAR	\$35,583	\$16,502	\$15,859
16.	ACCUMULATED NET REVENUE	\$2,924	\$1,441	\$1,280
17.	RESERVES AND RESERVE FUNDS	\$45,776	\$49,353	\$47,369

AUDITORS' REPORT

To the Members of Council,
Inhabitants, and Ratepayers
of The Corporation of
The City of Hamilton.

We have examined the consolidated balance sheet of The Corporation of the City of Hamilton as at December 31, 1987 and the consolidated statement of operations for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these consolidated financial statements present fairly the financial position of The Corporation of the City of Hamilton as at December 31, 1987 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.



Hamilton, Ontario
April 18, 1988

PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

CONSOLIDATED BALANCE SHEET as at December 31, 1987

	1987 \$	1986 \$
ASSETS		
Unrestricted		
Cash and term deposits	16,726,362	15,411,634
Investments in own debentures (note 4)	2,478,000	2,294,000
Other investments (Note 4)	17,925,174	13,889,707
Taxes receivable	13,467,939	13,686,272
Accounts receivable	5,253,695	6,251,115
Other current assets	2,968,347	2,813,817
Other long term receivable	6,300	59,801
	-----	-----
	58,825,817	54,406,346
	-----	-----
Restricted		
Cash and term deposits	13,584,210	10,793,591
Long term receivables	3,171,338	201,681
Investments in own debenture (Note 4)	60,000	135,000
Other investments (Note 4)	190,000	237,000
	-----	-----
	17,005,548	11,367,272
	-----	-----
Capital outlay financed by long term liabilities and to be recovered in future years	46,185,723	51,094,519
	-----	-----
	122,017,088	116,868,137
	=====	=====
LIABILITIES		
Accounts payable and accrued liabilities	14,899,871	6,797,196
Other current liabilities	274,987	325,120
	-----	-----
	15,174,858	7,122,316
Net long term liabilities (Note 6)	46,185,723	51,094,519
Municipal Fund balances at the end of the year		
To be used to offset taxation or user charges (Note 7)	2,380,647	2,808,618
Unexpended capital financing / (Unfinanced capital outlay) (Note 7)	(5,007,685)	7,456,332
Reserves (Note 10)	46,277,997	37,019,080
Reserve funds (Note 10)	17,005,548	11,367,272
	-----	-----
	122,017,088	116,868,137
	=====	=====

The accompanying notes are an integral part of this financial statement.

THE CORPORATION OF THE CITY OF HAMILTON

CONSOLIDATED STATEMENT OF OPERATIONS for the year ended December 31, 1987

	1987 \$	1986 \$
SOURCES OF FINANCING:		
Taxation and user charges		
Residential and farm taxation	46,162,622	43,202,829
Commercial, industrial and business taxation	46,698,567	43,193,623
User charges	21,888,797	18,429,372
	-----	-----
	114,749,986	104,825,824
	-----	-----
Grants		
Government of Canada	90,648	133,900
Province of Ontario	19,138,979	19,863,241
Other municipalities	455,532	1,529,314
	-----	-----
	19,685,159	21,526,455
	-----	-----
Other		
Contributions from developers	2,276,822	1,223,653
Investment income	7,680,191	8,198,960
Sale of land	5,898,375	1,238,092
Fines, penalties and interest on taxes	4,559,590	4,285,570
Other	4,386,888	3,339,951
	-----	-----
	24,801,866	18,286,226
	-----	-----
Proceeds from the issue of long term liabilities	418,188	202,405
	-----	-----
MUNICIPAL FUND BALANCES AT THE BEGINNING OF THE YEAR		
To be used to offset taxation or user charges	2,808,618	2,940,187
Unexpended capital financing	7,456,332	6,787,189
	-----	-----
	10,264,950	9,727,376
	-----	-----
Total financing available during the year	169,920,149	154,568,286
	=====	=====

The accompanying notes are an integral part of this financial statement.

THE CORPORATION OF THE CITY OF HAMILTON

CONSOLIDATED STATEMENT OF OPERATIONS for the year ended December 31, 1987

	1987 \$	1986 \$
APPLIED TO:		
Current operations		
General government	21,078,455	17,759,422
Protection to persons and property	28,275,621	25,040,079
Transportation services	33,588,150	18,044,910
Environmental services	5,095,295	4,927,600
Health services	2,333,842	2,292,080
Social and family services	5,321,300	5,466,648
Recreation and cultural services	46,034,434	38,225,646
Planning and development	9,974,037	8,927,729
	-----	-----
	151,701,134	120,684,114
	-----	-----
Capital		
General government	337,013	1,189,765
Protection to persons and property	341,538	691,846
Transportation services	2,334,755	8,899,484
Environmental services	78,532	706,054
Health services	90,657	1,070,998
Social and family services	0	132,028
Recreation and cultural services	1,442,337	6,323,664
Planning and development	1,324,028	2,456,758
	-----	-----
	5,948,860	21,470,597
	-----	-----
Net appropriations to reserves and reserve funds	14,897,193	2,148,625
	-----	-----
MUNICIPAL FUND BALANCES		
AT THE END OF THE YEAR (Note 7)		
To be used to offset taxation or user charges	2,380,647	2,808,618
Unexpended capital financing	(5,007,685)	7,456,332
	-----	-----
	(2,627,038)	10,264,950
	-----	-----
Total applications during the year	169,920,149	154,568,286
	=====	=====

The accompanying notes are an integral part of this financial statement.

THE CORPORATION OF THE CITY OF HAMILTON

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS for the year ended December 31, 1987

1. ACCOUNTING POLICIES

The consolidated financial statements of the Corporation are the representation of management prepared in accordance with accounting policies prescribed for Ontario municipalities by the Ministry of Municipal Affairs. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgments.

(a) (i) Basis of Consolidation

These consolidated statements reflect the assets, liabilities, sources of financing and expenditures of the revenue fund, capital fund, reserve funds and reserves and include the activities of all committees of Council and the following boards, municipal enterprises and utilities which are under the control of Council:

- (1) Hamilton Entertainment and Convention Facilities, Inc.
- (2) Hamilton Public Library Board
- (3) The Parking Authority of the City of Hamilton
- (4) Concession Street Business Improvement Area
- (5) Downtown Hamilton Business Improvement Area
- (6) International Village Business Improvement Area
- (7) Jamesville Business Improvement Area
- (8) Ottawa Business Improvement Area
- (9) Westdale Business Improvement Area

All interfund assets and liabilities and sources of financing and expenditures have been eliminated with the exception of loans or advances between reserve funds and any other fund of the municipality and the resulting interest income and expenditures.

(ii) Non Consolidated Entities

The following local boards, municipal enterprises and utilities are not consolidated.

- (i) The Hamilton and Scourge Foundation, Inc.
- (ii) Hamilton Housing Company Limited
- (iii) The Hamilton Municipal Retirement Fund
- (iv) The Hamilton Hydro Electric System
- (v) Municipal Non-Profit (Hamilton) Housing Corporation

(iii) Accounting for Region and School Board Transaction (net)

The taxation, other revenues, expenditures, assets and liabilities, with respect to the operations of the school boards and the Regional Municipality of Hamilton-Wentworth, are not reflected in the financial statements except to the extent that underlevies are reported on the "Consolidated Balance Sheet" as accounts receivable.

THE CORPORATION OF THE CITY OF HAMILTON

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - (Continued)
for the year ended December 31, 1987

(a) Basis of Consolidation - (Continued)

(iv) Trust Funds

Trust funds and their related operations administered by the municipality are not consolidated, but are reported separately on the "Trust Funds Statement of Continuity and Balance Sheet."

(b) Basis of Accounting

(i) Nonaccrual

Sources of financing and expenditures are reported on the accrual basis of accounting with the exception of principal and interest charges on long term liabilities which are charged against operations in the periods in which they are paid.

(ii) Accrual

The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(iii) Fixed Assets

The historical cost and accumulated depreciation for fixed assets are not recorded for municipal purposes. Fixed assets are reported as an expenditure on the "Consolidated Statement of Operations" in the year of acquisition.

(iv) Capital Outlay to be Recovered in Future Years

"Capital outlay to be recovered in future years," which represents the outstanding principal portion of unmatured long term liabilities for municipal expenditures or capital funds transferred to other organizations, is reported on the "Consolidated Balance Sheet".

2. OPERATION OF SCHOOL BOARDS AND THE REGIONAL MUNICIPALITY OF HAMILTON-WENTWORTH

Further to note 1 (a)(iii), the taxation, other revenues, expenditures and (underlevies) of the school boards and the Regional Municipality of Hamilton-Wentworth are comprised of the following:

	School Boards \$	Region \$
Taxation and user charges	133,503,996	75,403,603
Less Requisition	133,490,489	75,273,646
	-----	-----
(Underlevies)/overlevies for the year	13,507	129,957
(Underlevies)/overlevies at the beginning of the year	(222,349)	(198,066)
	-----	-----
(Underlevies)/overlevies at the end of the year	(208,842)	(68,109)
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - (Continued)
for the year ended December 31, 1987

3. TRUST FUNDS

Trust funds administered by the Municipality amounting to \$6,545,010 (1986 - \$6,271,572) have not been included in the "Consolidated Balance Sheet" nor have these operations been included in the "Consolidated Statement of Operations".

4. INVESTMENTS

The total investments of \$20,653,174 (1985 - \$16,555,707) reported on the "Consolidated Balance Sheet" at cost, have a market value of \$20,441,016 (1986 - \$18,398,075) at the end of the year.

5. LIABILITY FOR VESTED SICK LEAVE BENEFITS

Under the sick leave benefit plan, unused sick leave can accumulate and employees may become entitled to cash payments upon termination of services after seven continuous years.

The liability for these accumulated days, to the extent they have vested and could be taken in cash by an employee on terminating, amounted to \$10,256,779 (1986 - \$9,959,758) at the end of the year. Cash payments made in lieu of sick leave are included in the the expenditures of the year in which services are terminated but no provision is made in the years in which the liability is incurred; however, \$2,498,672 (1986 - \$2,472,912) is available from the Reserve for Sick Leave on Resignation in case of shortfall and is included as a part of the total reserves reported on the "Consolidated Balance Sheet".

6. NET LONG-TERM LIABILITIES

	1987	1986
	\$	\$
(a) The balance for net long term liabilities reported on the "Consolidated Balance Sheet" is made up of the following:		
Total long term liabilities incurred by the Municipality including those incurred on behalf of school boards, other municipalities and municipal enterprises and outstanding at the end of the year amount to	33,064,953	39,571,400
In addition, the Municipality has assumed responsibility for the payment of principal and interest charges on certain long term liabilities issued by the Regional Municipality of Hamilton-Wentworth. At the end of the year, the outstanding principal amount of the liability is	46,045,373	48,699,920

THE CORPORATION OF THE CITY OF HAMILTON

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - (Continued)
for the year ended December 31, 1987

6. NET LONG-TERM LIABILITIES - (Continued)

(a) - (Continued)	1987 \$	1986 \$
Of the long term liabilities shown above, the responsibility for payment of principal and interest charges has been assumed by unconsolidated local boards, municipal enterprises and utilities and other municipalities. At the end of the year the outstanding principal amount of this liability is	(30,991,777)	(36,210,388)
The total value of sinking funds which has been accumulated to the end of the year to retire the outstanding long term liabilities included above, amount to	(1,932,826)	(966,413)
Net long term liabilities	46,185,723	51,094,519

(b) Of the net long term liabilities reported in (a) of this note, principal payments of \$25,022,212 are payable from 1988 to 1992, \$20,049,024 from 1993 to 1997, and \$1,114,487 thereafter, summarized as follows:

	1988 to 1992 \$	1993 to 1997 \$	1998 and Thereafter \$
From:			
General municipal revenue	23,706,683	19,379,633	825,000
Benefitting landowners	903,529	605,391	289,487
Consolidated municipal enterprises	343,000	64,000	0
Reserve	69,000	0	0
	25,022,212	20,049,024	1,114,487

(c) Some of the net long term liabilities reported in (a) of this note do not represent a burden on general municipal revenues, as they are to be recovered in future years from other sources:

	1987 \$	1986 \$
Special charges on benefitting landowners	1,798,407	1,889,707
Municipal enterprises	407,000	529,500
	2,205,407	2,419,207

THE CORPORATION OF THE CITY OF HAMILTON

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - (Continued)
for the year ended December 31, 1987

6. NET LONG-TERM LIABILITIES - (Continued)

- (d) Approval of the Ontario Municipal Board has been obtained for the long term liabilities in (a) issued in the name of the Municipality.
- (e) The Municipality is contingently liable for the payment of principal and interest applicable to long term liabilities, assumed by other municipalities, school boards and unconsolidated local boards, municipal enterprises and utilities. The total amount outstanding as at December 31, 1987 is \$30,991,777 (1986 - \$36,210,388) and is not recorded on the "Consolidated Balance Sheet".

7. MUNICIPAL FUND BALANCES AT THE END OF THE YEAR

- (a) The balances on the "Consolidated Statement of Operations" of municipal equity of \$2,380,647 and (\$5,007,685) (1986 - \$2,808,618 and \$7,456,332) at the end of the year are comprised of the following:

	1987 \$	1986 \$
To be used to offset taxation or user charges:		
- for general reduction of taxation	1,504,312	1,960,648
- for benefitting landowners related to special charges and special areas	735,946	737,256
- business improvement area	140,389	110,714
	-----	-----
	2,380,647	2,808,618
	-----	-----
Unexpended capital financing (unfinanced capital outlay)		
- funds available for capital expenditures	11,157,245	11,900,340
- capital expenditures to be financed from taxation or user charges within term of council	(5,236)	(40,196)
- capital expenditures to be financed from the proceeds of long term liabilities	(16,144,012)	(4,131,373)
- capital expenditures to be recovered from reserves and reserve funds	(13,983)	(220,320)
- capital expenditures to be recovered from grants and accounts receivable	(1,699)	(52,119)
	-----	-----
	(5,007,685)	7,456,332
	-----	-----
	(2,627,038)	10,264,950
	=====	=====

- (b) Ontario Municipal Board approval has been obtained for all unfinanced capital expenditures of 1987 - \$16,144,012 (1986 - \$4,131,373).

THE CORPORATION OF THE CITY OF HAMILTON

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - (Continued)
for the year ended December 31, 1987

7. MUNICIPAL FUND BALANCES AT THE END OF THE YEAR - (Continued)

- (c) Approval of the Ontario Municipal Board has been obtained for the pending issues of long term liabilities and for those commitments to be financed from revenues beyond the term of Council.
- (d) The balance available for the general reduction of taxation for the fiscal year ending December 31, 1987 has been reduced by an amount of \$347,724 transferred to:

	\$
Reserve for Emergency Snow	219,324
Reserve for Hamilton-Scourge Project	75,000
Reserve for Contingency	33,400
Reserve Special Events - 1988	20,000

	347,724
	=====

This transfer was authorized by the Finance Committee on March 03, 1988. Had this reduction not been made the balance would have shown a surplus of \$1,847,724.

8. CHARGES FOR NET LONG-TERM LIABILITIES

Total charges for the year for net long term liabilities which are reported on the "Consolidated Statement of Operation" are as follows:

	1987	1986
	\$	\$
Principal payment including contributions to the sinking fund	5,079,296	5,360,248
Interest	5,976,652	6,435,374
	-----	-----
	11,055,948	11,795,622
	=====	=====

The charges for long-term liabilities assumed by the non-consolidated entities are not reflected in these statements.

9. NON-ACCRUAL OF INTEREST ON LONG TERM LIABILITIES

No provision has been made in these financial statements for the accrual of interest on the net long term liabilities. Had this provision been made, the municipal fund balance as at December 31, 1987 would have been decreased by \$1,658,506 (1986 - \$1,808,602).

10. RESERVES AND RESERVE FUNDS

The total balance of the reserve and reserve funds of \$46,277,997 (1986 - \$37,019,080) and \$17,055,548 (1986 - \$11,367,272) respectively are made up of the following:

THE CORPORATION OF THE CITY OF HAMILTON

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - (Continued)
for the year ended December 31, 1987

10. RESERVES AND RESERVE FUNDS - (Continued)

RESERVES - Set aside for specific purpose by Council	1987 \$	1986 \$
Acquisition of historic properties	190,163	175,573
Alpha enclaves	646,392	84,476
Contingency	1,855,874	1,831,285
Debt charges	7,521,997	4,359,135
Election	135,094	79,206
Emergency snow removal	1,432,000	1,600,453
Extended health care benefit	585,192	443,985
Uninsured losses	1,616,395	1,543,587
Long Term Disability Plan	2,187,767	0
Hamilton Place		
- innovated programming	35,000	45,000
Hamilton Public Library		
- purchase of books	1,716	16,575
- miscellaneous collections	22,910	24,884
- mobile equipment	60,013	59,694
- repair grounds	3,047	17,165
- repair buildings	8,182	49,086
- replacement of photocopiers	73,906	60,000
- film replacement	26,227	32,718
- automated acquisition	10,000	10,000
Historic fire engine	4,499	4,154
Industrial land debt charges	77,978	128,050
Group Life Insurance	296,259	493,923
Maintenance of playground facilities	30,728	28,370
Major repairs and improvements to City owned properties	239,344	252,499
Major repairs to mobile equipment	592,442	764,543
Motorized equipment	324,606	317,271
Property purchases	5,481,049	3,070,306
Realty taxes - Beach Strip properties	0	4,738
Replacement of mobile equipment	6,396,313	6,925,703
Services for unsubdivided lands development	177,598	962,084
Sick leave on resignation	2,498,672	2,472,912
Deferred Income Plan for City Council members	395,266	365,788
Workers' Compensation	451,988	420,444
Working funds, inventories, reduction of taxes and prepaid expenses	10,749,890	10,028,335
Subsidy	318,225	182,138
Commonwealth games bid	5,214	125,000
Hamilton theatre	54,009	40,000
Dofasco appeal	1,735,317	0
Municipal conference	10,000	0
Hamilton Scourge	6,725	0
Special events	20,000	0
Total Reserves	46,277,997	37,019,080

RESERVE FUNDS - Set aside for a specific
purpose by legislation, regulation or
agreement

	1987 \$	1986 \$
Acquisition of properties under the Planning Act	3,320,813	3,372,659
Off-street parking	5,055,791	1,418,190
	8,376,604	4,790,849

THE CORPORATION OF THE CITY OF HAMILTON

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - (Continued)
for the year ended December 31, 1987

10. RESERVES AND RESERVE FUNDS - (Continued)

Set aside for a specific purpose by legislation, regulation or agreement	1987 \$	1986 \$
Capital projects - general	2,896,486	1,869,520
City vehicle insurance	500,000	355,901
Hamilton Public Library		
- future capital construction	330	3,798
- capital projects	702,194	835,547
Hamilton Rehabilitation Loan Program	1,061,708	1,008,942
Hamilton Commercial Facade Program	400,481	0
Park improvements at Ivor Wynne Stadium	174,467	88,479
Hamilton Entertainment Convention		
Facilities Inc. - capital projects	2,165,381	1,516,447
- ticket surcharge	256,147	430,912
Hamilton Community Heritage Fund	471,750	466,877
	-----	-----
	8,628,944	6,576,423
	-----	-----
Total Reserve Funds	17,005,548	11,367,272
	=====	=====

11. CONTRACTUAL OBLIGATIONS

The Municipality is a party to agreements and contracts involving significant future liabilities relative to capital projects in progress. The financial statements reflect the costs incurred to date and the capital budget prepared for five years in the future, updated annually, provides for the financing of these future obligations within the estimated financial resources of the Municipality.

12. LEASE AGREEMENT

The Municipality has entered into various lease agreements for computer and related equipment. These agreements provide for termination on November 30, 1988 to coincide with the term of Council. The payments required under these agreements for the year 1988 are \$1,792,350.

13. GROUP LONG-TERM DISABILITY PROGRAM

The long term disability program provides income protection for qualified employees. The net contribution paid to the Metropolitan Life Insurance as at December 31, 1987 was \$2,187,767 and is refundable to the Municipality. The latest actuarial valuation of the program liability was estimated to be \$1,844,440 as at June 30, 1987. This item is reported in the Consolidated Balance Sheet under Reserve as a Reserve for Long term disability plan and appropriate funds are included as a part of other investment.

14. SUBSEQUENT EVENT

A debenture in the amount of \$24,551,000 was issued by the Regional Municipality of Hamilton Wentworth on behalf of the city on March 1, 1988 for capital expenditures for which Ontario Municipal Board approval has been obtained.

THE CORPORATION OF THE CITY OF HAMILTON

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - (Continued)
for the year ended December 31, 1987

15. BUDGET FIGURES

Budgets established for Capital Funds, Reserves and Reserve Funds are based on a project-oriented basis, the costs of which may be carried out over one or more years. As such, they are not directly comparable with current year actual amounts and budgets have therefore not been reflected on the Consolidated Statement of Operations.

16. PUBLIC LIABILITY INSURANCE

The Municipality is partially self insured for public liability claims up to \$1,000,000 for any individual claim and \$1,000,000 for any number of claims arising out of a single occurrence. Outside coverage is in place for claims in excess of these limits.

The Municipality has made a provision for a reserve for self insurance which as at December 31, 1987 amounted to \$1,616,395 (1986- \$1,543,587) and is reported on the Consolidated Balance Sheet under reserves.

Claims settled during the year amounted to \$83,007 (1986 - \$60,853) have been provided for from the reserve, and are accordingly reported as an expenditure on the Consolidated Statement of Operations.

There are a number of claims unsettled as at December 31, 1987, the probable maximum liability of which would not exceed \$1,400,000.

17. COMPARATIVE FIGURES

Certain comparative figures for 1986 have been reclassified to agree with the financial statement presentation adopted for 1987.

AUDITORS' REPORT

To the Members of Council,
Inhabitants, and Ratepayers
of The Corporation of
The City of Hamilton.

We have examined the balance sheet of the trust funds of The Corporation of the City of Hamilton as at December 31, 1987 and the statement of continuity of trust funds for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the trust funds of The Corporation of the City of Hamilton as at December 31, 1987 and the continuity of trust funds for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Pannell Kerr MacGillivray

Hamilton, Ontario
April 25, 1988

PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

TRUST FUNDS

STATEMENT OF CONTINUITY

for the year ended December 31, 1987

	Total \$	Hamilton Cemeteries Perpetual Care \$	Hamilton Cemeteries Pre-Need Assurance \$	McLaren House Scholarship \$
Balance - beginning of year	6,271,573	2,307,588	162,469	1,244
Capital Receipts				
Cemetery lots and interments	136,376	120,114	16,262	0
Income Receipts				
Interest earned	474,728	224,396	13,369	83
Other revenue	25,868	0	0	0
Transfer from reserve and other funds	350,933	0	0	0
	987,905	344,510	29,631	83
Expenditure				
Transfer to revenue fund	237,162	224,396	13,369	0
O.H.R.P. loan forgiveness	4,038	0	0	0
Other	122,452	0	474	244
Transfer to reserve and other funds	350,816	9,690	16,042	0
	714,468	234,086	29,885	244
Balance - end of the year	6,545,010	2,418,012	162,215	1,083

BALANCE SHEET

as at December 31, 1987

	Total \$	Hamilton Cemeteries Perpetual Care \$	Hamilton Cemeteries Pre-Need Assurance \$	McLaren House Scholarship \$
Assets				
Cash	2,388,449	141,678	4,382	0
Accounts Receivable	53,911	20,149	2,014	0
	2,442,360	161,827	6,396	0
Investments (Note 2)				
Municipal - own	297,000	295,000	0	0
Canada	121,310	121,310	0	0
Municipal - other	315,000	295,000	0	0
Other	1,808,133	1,622,000	169,167	0
Deposit - Hamilton Foundation	451,386	0	0	0
	2,992,829	2,333,310	169,167	0
Other				
O.H.R.P. loans forgivable	970,084	0	0	0
Due from revenue fund	251,451	0	0	1,083
	1,221,535	0	0	1,083
	6,656,724	2,495,137	175,563	1,083
Liabilities				
Due to revenue fund	111,714	77,125	13,348	0
Balance in fund - capital	3,426,290	2,418,012	162,215	1,083
- income	3,118,720	0	0	0
	6,656,724	2,495,137	175,563	1,083

The accompanying notes are an integral part of this financial statement.

THE CORPORATION OF THE CITY OF HAMILTON

TRUST FUNDS

STATEMENT OF CONTINUITY - (Continued)
for the year ended December 31, 1987

	Museum Acquisition Historical Board \$	Children's Museum Gage Park \$	F. Walden Dundurn Castle \$	F. Walden Library Bequest \$
Balance - beginning of year	15,291	3,176	2,939	32,924
Capital Receipts				
Cemetery lots and interments	0	0	0	0
Income Receipts				
Interest earned	1,271	456	244	1,929
Other revenue	0	3,204	0	0
Transfer from reserve and other funds	0	0	0	0
	1,271	3,660	244	1,929
Expenditure				
Transfer to revenue fund	0	0	0	0
O.H.R.P. loan forgiveness	0	0	0	0
Other	0	0	0	0
Transfer to reserve and other funds	0	0	0	0
	0	0	0	0
Balance - end of the year	16,562	6,836	3,183	34,853

BALANCE SHEET - (Continued)
as at December 31, 1987

	Museum Acquisition Historical Board \$	Children's Museum Gage Park \$	F. Walden Dundurn Castle \$	F. Walden Library Bequest \$
Assets				
Cash	0	0	0	34,853
Accounts Receivable	0	0	0	0
	0	0	0	34,853
Investments (Note 2)				
Municipal - own	0	0	0	0
Canada	0	0	0	0
Municipal - other	0	0	0	0
Other	0	0	0	0
Deposit - Hamilton Foundation	0	0	0	0
	0	0	0	0
Other				
O.H.R.P. loans forgivable	0	0	0	0
Due from revenue fund	16,562	6,836	3,183	0
	16,562	6,836	3,183	0
	16,562	6,836	3,183	34,853
Liabilities				
Due to revenue fund	0	0	0	0
Balance in fund - capital	16,562	6,836	3,183	34,853
- income	0	0	0	0
	16,562	6,836	3,183	34,853

The accompanying notes are an integral part of this financial statement.

THE CORPORATION OF THE CITY OF HAMILTON

TRUST FUNDS

STATEMENT OF CONTINUITY - (Continued)
for the year ended December 31, 1987

	Mable Waldon Thompson Estate - Library \$	Special Gift fund Central Library \$	Whitehern Rentals \$	Balfour Estate \$
Balance - beginning of Year	11,720	419,339	1,017	684
Capital Receipts				
Cemetery lots and interments	0	0	0	0
Income Receipts				
Interest earned	687	24,464	87	3,834
Other revenue	0	1,138	90	15,000
Transfer from reserve and other funds	0	0	0	55,000
	687	25,602	177	73,834
Expenditure				
Transfer to revenue fund	0	(603)	0	0
O.H.R.P. loan forgiveness	0	0	0	0
Other	0	55,059	0	11,320
Transfer to reserve and other funds	0	0	0	0
	0	54,456	0	11,320
Balance - end of the year	12,407	390,485	1,194	63,198
	=====	=====	=====	=====

BALANCE SHEET - (Continued)
as at December 31, 1987

	Mable Waldon Thompson Estate - Library \$	Special Gift fund Central Library \$	Whitehern Rentals \$	Balfour Estate \$
Assets				
Cash	12,407	66,745	0	0
Accounts Receivable	0	11,003	0	0
	12,407	77,748	0	0
Investments (Note 2)				
Municipal - own	0	0	0	0
Canada	0	0	0	0
Municipal - other	0	0	0	0
Other	0	0	0	0
Deposit - Hamilton Foundation	0	219,723	0	0
	0	219,723	0	0
Other				
Other long term assets	0	0	0	0
Due from revenue fund	0	93,837	1,194	63,198
	0	93,837	1,194	63,198
	12,407	391,308	1,194	63,198
	=====	=====	=====	=====
Liabilities				
Due to revenue fund	0	823	0	0
Balance in fund - capital	12,407	390,485	1,194	63,198
- income	0	0	0	0
	12,407	391,308	1,194	63,198
	=====	=====	=====	=====

The accompanying notes are an integral part of this financial statement.

THE CORPORATION OF THE CITY OF HAMILTON

TRUST FUNDS

STATEMENT OF CONTINUITY - (Continued)
for the year ended December 31, 1987

	Capital Endowment Library \$	Ketha McLaren Memorial Fund \$	Senior Citizens Club - Playground Equipment \$	Hamilton Historic Board Furnishing Restoration \$
Balance - beginning of year	251,654	10,161	6,249	10,190
Capital Receipts				
Cemetery lots and interments	0	0	0	0
Income Receipts				
Interest earned	21,522	777	519	853
Other revenue	4,564	300	0	1,572
Transfer from reserve and other funds	0	0	0	0
	26,086	1,077	519	2,425
Expenditure				
Transfer to revenue fund	0	0	0	0
O.H.R.P. loan forgiveness	0	0	0	0
Other	16,771	57	0	0
Transfer to reserve and other funds	0	271	0	0
	16,771	328	0	0
Balance - end of the year	260,969	10,910	6,768	12,615

BALANCE SHEET - (Continued)
as at December 31, 1987

	Capital Endowment Library \$	Ketha McLaren Memorial Fund \$	Senior Citizens Club - Playground Equipment \$	Hamilton Historic Board Furnishing Restoration \$
Assets				
Cash	0	0	0	0
Accounts Receivable	18,838	1,705	0	0
	18,838	1,705	0	0
Investments (Note 2)				
Municipal - own	0	0	0	0
Canada	0	0	0	0
Municipal - other	0	0	0	0
Other	0	0	0	0
Deposit - Hamilton Foundation	221,984	9,679	0	0
	221,984	9,679	0	0
Other				
O.H.R.P. loans forgivable	0	0	0	0
Due from revenue fund	21,359	0	6,768	12,615
	21,359	0	6,768	12,615
	262,181	11,384	6,768	12,615
Liabilities				
Due to revenue fund	1,212	474	0	0
Balance in fund - capital	260,969	10,910	6,768	12,615
- income	0	0	0	0
	262,181	11,384	6,768	12,615

The accompanying notes are an integral part of this financial statement.

THE CORPORATION OF THE CITY OF HAMILTON

TRUST FUNDS

STATEMENT OF CONTINUITY - (Continued)
for the year ended December 31, 1987

	Ontario Home Renewal Program \$	Baby Dispensary Guild Trust \$	Hubert Washington Memorial Fund \$	Elizabeth Herron Trust Fund \$
Balance - beginning of year	2,971,360	59,968	1,200	2,400
Capital Receipts				
Cemetery lots and interments	0	0	0	0
Income Receipts				
Interest earned	175,432	4,555	83	167
Other revenue	0	0	0	0
Transfer from reserve and other funds	295,933	0	0	0
	471,365	4,555	83	167
Expenditure				
Transfer to revenue fund	0	0	0	0
O.H.R.P. loan forgiveness	4,038	0	0	0
Other	15,059	22,868	200	400
Transfer to reserve and other funds	324,813	0	0	0
	343,910	22,868	200	400
Balance - end of the year	3,098,815	41,655	1,083	2,167

BALANCE SHEET - (Continued)
as at December 31, 1987

	Ontario Home Renewal Program \$	Baby Dispensary Guild Trust \$	Hubert Washington Memorial Fund \$	Elizabeth Herron Trust Fund \$
Assets				
Cash	2,125,897	2,487	0	0
Accounts Receivable	0	202	0	0
	2,125,897	2,689	0	0
Investments (Note 2)				
Municipal - own	0	2,000	0	0
Canada	0	0	0	0
Municipal - other	0	20,000	0	0
Other	0	16,966	0	0
Deposit - Hamilton Foundation	0	0	0	0
	0	38,966	0	0
Other				
O.H.R.P. loans forgivable	970,084	0	0	0
Due from revenue fund	21,566	0	1,083	2,167
	991,650	0	1,083	2,167
	3,117,547	41,655	1,083	2,167
Liabilities				
Due to revenue fund	18,732	0	0	0
Balance in fund - capital	0	22,000	1,000	2,000
- income	3,098,815	19,655	83	167
	3,117,547	41,655	1,083	2,167

The accompanying notes are an integral part of this financial statement.

THE CORPORATION OF THE CITY OF HAMILTON

TRUST FUNDS

NOTES TO THE FINANCIAL STATEMENTS
for the year ended December 31, 1987

1. ACCOUNTING POLICIES

Basis of Accounting

Receipts and expenditures on the "Statement of Continuity" are reported on the accrual basis of accounting.

2. INVESTMENTS

The total investments recorded in the Balance Sheet are \$2,992,829 (1986 - \$2,897,358). These investments have a market value of \$2,874,950 (1986 - \$2,882,730) at the end of the year.

3. CONTINGENT LIABILITY

The Ministry of Housing has discontinued the Ontario Home Renewal Program for rental properties. As a result, the Ministry has requested that the principal outstanding on all loans not in default be returned to them as the principal is recovered by the trust fund. The total principal outstanding at December 31, 1987 was \$40,953 (1986 - \$43,149).

AUDITORS' REPORT

To the Board Members of The
Hamilton Entertainment and
Convention Facilities Inc.,
Members of Council, Inhabitants
and Ratepayers of the Corporation
of the City of Hamilton.

We have examined the balance sheet of The Hamilton Entertainment and Convention Facilities Inc. as at December 31, 1987 and the statement of revenue and expenditures for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the corporation as at December 31, 1987 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Pannell Kerr MacGillivray

Hamilton, Ontario
February 25, 1988

PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

BALANCE SHEET

AS AT DECEMBER 31, 1987

	1987	1986
	\$	\$
ASSETS		
CURRENT		
Imprest funds	16,500	15,500
Cash in bank	6,453	12,943
Accounts receivable	712,725	461,952
Due from City of Hamilton	267,091	184,310
Inventories (Note 2)	65,619	62,438
Prepaid expenses	36,266	38,883
Deferred charges on future shows	10,435	5,993
	-----	-----
	1,115,089	782,019
	=====	=====
LIABILITIES AND RESERVES		
CURRENT		
Accounts payable and accruals	445,083	288,119
Advance ticket sales	330,784	111,764
Deposits on future rentals	141,907	90,841
Unredeemed gift certificates	113,315	107,295
	-----	-----
	1,031,089	598,019
RESERVES (note 3)	35,000	45,000
Surplus at the end of the year	49,000	139,000
	-----	-----
	1,115,089	782,019
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

STATEMENT OF REVENUE AND EXPENDITURE FOR THE YEAR ENDED DECEMBER 31, 1987

	1987 \$	1986 \$
REVENUE		
Food, beverage and concessions	2,871,964	2,347,942
Rentals, licence fees and show revenues	1,719,618	1,547,286
Recoveries	1,608,830	1,433,198
Box office	494,496	371,590
Other	316,853	289,555
	7,011,761	5,989,571
EXPENDITURE		
Operations	2,373,354	2,110,814
Food and beverage	2,058,901	1,816,201
Administration	1,664,005	1,601,067
Maintenance	1,209,222	993,968
Marketing and promotion	845,828	871,409
Box office	403,474	320,907
	8,554,784	7,714,366
EXCESS OF EXPENDITURE OVER REVENUE FROM OPERATIONS	1,543,023	1,724,795
SURPLUS PRIOR YEAR	139,000	278,000
CONTRIBUTION FROM CITY OF HAMILTON	2,396,960	2,154,570
	2,535,960	2,432,570
EXCESS OF REVENUE OVER EXPENDITURE FOR THE YEAR	992,937	707,775
TRANSFER TO THE CITY OF HAMILTON (note 4)	943,937	568,775
EXCESS OF REVENUE OVER EXPENDITURE CARRIED OVER INTO THE FOLLOWING YEAR	49,000	139,000

THE CORPORATION OF THE CITY OF HAMILTON

SCHEDULE I

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

SCHEDULE OF FINANCIAL RESULTS BY DIVISION
FOR THE YEAR ENDED DECEMBER 31, 1987

	Copps Coliseum	
	1987	1986
	\$	\$
Revenue	1,807,887	1,456,515
Expenditure	1,604,106	1,383,267
	-----	-----
Excess of expenditure over revenue (revenue over expenditure) from operations	(203,781)	(73,248)
Contribution from (to) City of Hamilton	162,290	(153,390)
	-----	-----
Excess of revenue over expenditure (expenditure over revenue)	366,071	(80,142)
	=====	=====
	Hamilton Convention Centre	
	1987	1986
	\$	\$
Revenue	2,872,080	2,462,882
Expenditure	2,892,718	2,532,155
	-----	-----
Excess of expenditure over revenue (revenue over expenditure) from operations	20,638	69,273
Contribution from (to) City of Hamilton	251,170	225,460
	-----	-----
Excess of revenue over expenditure (expenditure over revenue)	230,532	156,187
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

SCHEDULE I

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

SCHEDULE OF FINANCIAL RESULTS BY DIVISION - (Continued)
FOR THE YEAR ENDED DECEMBER 31, 1987

	Hamilton Place	
	1987	1986
	\$	\$
Revenue	1,697,098	1,598,180
Expenditure	2,246,419	2,071,263
	-----	-----
Excess of expenditure over revenue (revenue over expenditure) from operations	549,321	473,083
Contribution from (to) City of Hamilton	549,980	511,600
	-----	-----
Excess of revenue over expenditure (expenditure over revenue)	659	38,517
	=====	=====

	Corporate	
	1987	1986
	\$	\$
Revenue	634,696	471,994
Expenditure	1,811,541	1,727,681
	-----	-----
Excess of expenditure over revenue (revenue over expenditure) from operations	1,176,845	1,255,687
Contribution from (to) City of Hamilton	1,572,520	1,848,900
	-----	-----
Excess of revenue over expenditure (expenditure over revenue)	395,675	593,213
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

SCHEDULE I

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

SCHEDULE OF FINANCIAL RESULTS BY DIVISION - (Continued)
FOR THE YEAR ENDED DECEMBER 31, 1987

	Total	
	1987	1986
	\$	\$
Revenue	7,011,761	5,989,571
Expenditure	8,554,784	7,714,366
	-----	-----
Excess of expenditure over revenue (revenue over expenditure) from operations	1,543,023	1,724,795
Contribution from (to) City of Hamilton	2,535,960	2,432,570
	-----	-----
Excess of revenue over expenditure (expenditure over revenue)	992,937	707,775
	=====	=====

The Corporate Division is comprised of the Marketing Department and the Finance and Administration Department, which includes the box office and related fees.

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1987

1. SIGNIFICANT ACCOUNTING POLICIES

The corporation follows accounting principles appropriate for a not-for-profit organization. The more significant of these accounting policies are summarized below.

(a) Rentals, Licence Fees and Show Revenues

Rentals, licence fees and show revenues comprise minimum rental and licence fees, negotiated percentages of box office receipts and profit or loss when the corporation acts as a promoter or co-promotor on shows.

Revenues exclude the capital improvement ticket surcharge (see note 5).

(b) Inventories

Inventories are valued at the lower of cost, measured on a first-in, first-out basis, and replacement value.

(c) Fixed Assets and Depreciation

The land, buildings and original equipment of The Hamilton Entertainment and Convention Facilities Inc. are owned by the Corporation of the City of Hamilton. Purchases of equipment and furnishings are charged either directly to operations in the year in which the expenditures occur, or to a capital projects reserve fund established for the purchase of fixed assets and maintained by the City of Hamilton on behalf of The Hamilton Entertainment and Convention Facilities Inc.

(d) Reserves

Appropriations for reserves, if any, are included as expenditures. Payments relating to the functional purpose of the reserves are charged directly to the reserves.

The accompanying financial statements do not include the activities of two related corporations, The Hamilton Performing Arts Foundation Inc. and The Hamilton Arena/Trade Centre Foundation Inc.

2. INVENTORIES

Inventories consist of liquor, beer, wine, food, soft drinks and tobacco supplies.

3. CONTINUITY OF RESERVES FOR INNOVATIVE PROGRAMMING

	1987 \$	1986 \$
Balance at the beginning of the year	45,000	0
Add - transfer from predecessor corporations	0	75,000
	-----	-----
	45,000	75,000
Deduct - charges during the year	10,000	30,000
	-----	-----
Balance at the end of the year	35,000	45,000
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1987 - (Continued)

4. TRANSFER TO THE CITY OF HAMILTON

At the end of the year \$ 943,937 (1986 - \$ 568,775) of the excess of revenue over expenditure for the year was returned to the City of Hamilton. The amount has been allocated to the following reserve accounts:

	1987	1986
	\$	\$
Reserve for Capital Projects (see note 5)	668,937	568,775
Special Events Subsidy Fund (see note 5)	275,000	
	-----	-----
	943,937	568,775
	=====	=====

5. OTHER RESERVE FUNDS

The following reserve funds have been set aside by City Council on behalf of The Hamilton Entertainment and Convention Facilities Inc.

(a) Capital improvement surcharge fund

HECFI levies a patron surcharge on ticket admissions to Hamilton Place. Receipts from this surcharge are transferred quarterly to the City of Hamilton and recorded in the Hamilton Place Ticket Surcharge reserve fund account. The funds in this account are utilized for capital improvements to Hamilton Place. The continuity of this fund is summarized as:

	1987	1986
	\$	\$
Balance at the beginning of the year	430,912	
Transfer from predecessor corporations		242,829
Receipts during the year	108,846	160,590
Interest earned during the year	18,030	27,493
Payments made in year		
Personnel hoist	(30,444)	
Updated lighting systems for the Great Hall and Studio Theatre	(242,129)	
Stage floor reinforcement for the Great Hall	(21,190)	
Refurbishing and insulating Studio Theatre floor	(7,878)	
	-----	-----
	256,147	430,912
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1987 - (Continued)

5. OTHER RESERVE FUNDS - (Continued)

(a) Capital improvement surcharge fund - (Continued)

The following commitments have been approved by the board of directors and will be charged against the fund in the year of acquisition:

	1987	1986
	\$	\$
Stage draperies for the Great Hall	29,667	
Balance of purchase order remaining on refurbishing and insulating Studio Theatre floor	5,120	
Design concept for a marquee	8,700	
Personnel Hoist		30,444
Updated lighting systems for the Great Hall and Studio Theatre		242,129
Stage floor reinforcement for the Great Hall		18,998
Refurbishing and insulating Studio Theatre floor		12,998
	-----	-----
	43,487	304,569
	=====	=====

(b) Fund for capital projects- This reserve and the interest earned is used primarily to finance major building repairs, purchase of equipment or replacement thereof. The continuity of this fund is summarized as:

	1987	1986
	\$	\$
Balance at the beginning of the year	1,516,447	
Transfers from predecessor corporations		
- Hamilton Place		323,980
- Hamilton Convention Centre		603,164
- Victor K. Copps Trade Centre/Arena		555,985
Interest earned during the year	125,296	104,228
Surplus transferred by HECFI	668,937	568,775
	-----	-----
	2,310,680	2,156,132
Expenditures for approved capital projects	(145,300)	(83,700)
Transfers to:		
- HECFI current operations		(278,000)
- City of Hamilton reserve for special events		(277,985)
	-----	-----
Balance at the end of the year	2,165,380	1,516,447
	=====	=====

The Board of Directors has approved proceeding with the following projects which will be charged against the fund in the year of acquisition:

	1987	1986
	\$	\$
Facility management computer system	65,000	78,800
Furniture and equipment for the Hamilton Convention Centre	263,000	42,500
Renovations for Copps Coliseum	91,100	
Equipment for the Corporate division	7,400	
	-----	-----
	426,500	121,300
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1987 - (Continued)

5. OTHER RESERVE FUNDS - (Continued)

(c) Special Events Subsidy Fund

This reserve and interest earned thereon is used primarily to attract events to the facilities operated by the Entertainment and Convention Facilities Inc. The continuity of this fund is summarized as:

	1987	1986
	\$	\$
Balance at the beginning of the year	182,139	
Funding from the City of Hamilton for parking fee reductions		50,000
Transfer from the fund for capital projects		277,985
Surplus transferred from the Hamilton Convention Facilities Inc.	275,000	
Interest earned during the year	7,675	
Payments made in the year		
- Parking fee reductions	(61,559)	(39,337)
- Event subsidies	(85,030)	(106,509)
	-----	-----
	318,225	182,139
	=====	=====

The Board of Directors has approved event subsidy commitments of \$ 102,500 for 1988.

6. SEGMENTED INFORMATION

The Hamilton Entertainment and Convention Facilities Inc. was incorporated without share capital under the laws of Ontario by the City of Hamilton to maintain and operate, in the public interest, the following facilities:

Copps Coliseum (a trade centre and arena)
Hamilton Convention Centre
Hamilton Place (a theatre-auditorium)

The financial results by division are summarized on Schedule #1 to these financial statements.

7. OTHER FINANCIAL INFORMATION

At December 31, 1987 the Corporation of the City of Hamilton has outstanding long term debt of \$20,211,646 (1986 - \$21,216,667) which was incurred to acquire the buildings and original equipment of the Hamilton Entertainment and Convention Facilities Inc. The Corporation of the City of Hamilton's interest and principal repayments on this debt for 1987 were \$2,420,405 (1986 - \$2,523,012) and \$1,674,055 (1986 - \$1,630,254) respectively.

In addition, the Corporation of the City of Hamilton incurred estimated utility charges of \$675,000 (1986 - \$872,000) related to the operations of The Hamilton Entertainment and Convention Facilities Inc.

8. COMPARATIVE FIGURES

Certain reclassifications of 1986 comparative figures have been made to conform to the financial statement presentation adopted in 1987.

AUDITORS' REPORT

To the Chairman and the Board Members
of the Hamilton Public Library,
Members of Council, Inhabitants and
Ratepayers of the Corporation of the
City of Hamilton.

We have examined the balance sheet of the Hamilton Public Library as at December 31, 1987 and the statement of revenue and expenditure and the reserves and trust funds statements of continuity for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Library as at December 31, 1987 and the results of its operations and the continuity of its reserves and trust funds for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statement applied on a basis consistent with that of the preceding year.

Pannell Kerr MacGillivray

Hamilton, Ontario
April 15, 1988

PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON PUBLIC LIBRARY

BALANCE SHEET
as at December 31, 1987

	1987	1986
	\$	\$
ASSETS		
Unrestricted		
Cash	1,250	1,205
Accounts receivable	15,457	1,509
Due from City of Hamilton	325,699	396,514
Prepaid expenses	1,959	1,701
Gift shop inventory	10,106	10,230
	-----	-----
	354,471	411,159
	-----	-----
Restricted - Reserve Funds & Trust Funds		
Cash	66,745	60,563
Term deposits	47,260	44,644
Deposits with the Hamilton Foundation	451,386	446,670
Accounts receivable	405	0
Accrued interest receivable	31,142	21,933
Due from City of Hamilton	115,074	158,013
	-----	-----
	712,012	731,823
	-----	-----
	1,066,483	1,142,982
	=====	=====
LIABILITIES, RESERVES AND FUND BALANCES		
Accounts payable and accrued liabilities	148,472	141,037
Reserves	205,999	270,122
	-----	-----
	354,471	411,159
	-----	-----
Reserve Funds	330	3,798
	-----	-----
Trust Funds		
Accounts payable and accrued liabilities	2,058	2,227
Fund balance	709,624	725,798
	-----	-----
	711,682	728,025
	-----	-----
	1,066,483	1,142,982
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON PUBLIC LIBRARY

STATEMENT OF REVENUE AND EXPENDITURE for the year ended December 31, 1987

	1987 \$	1986 \$
EXCESS OF REVENUE OVER EXPENDITURE at the beginning of the year	0	0
REVENUE		
Municipal contribution	9,470,810	9,009,220
Province of Ontario grant	794,182	755,251
Regional library system contract receipts	5,928	5,645
Other income - rentals, sales and recoveries	505,060	429,749
Transfers from Trust Funds		512
TOTAL REVENUE	10,775,980	10,200,377
EXPENDITURE		
Central Library administration and technical services (Schedule #1)	7,038,451	6,666,646
Transfers to Trust Funds	332	
Library Branches		
Barton	211,292	217,625
Kenilworth	291,320	217,853
Locke	83,918	85,237
Concession	201,141	185,226
Westdale	228,397	236,153
Sherwood	298,077	270,106
Red Hill	243,450	237,814
Terryberry	461,586	468,109
Picton	155,638	146,403
Children's librarian service	148,004	115,690
	2,322,823	2,180,216
Materials and supplies		
- periodicals	143,182	139,707
- non-print materials	270,532	259,855
	413,714	399,562
Total Operating Expenditure	9,775,320	9,246,424
Transfers to own reserves	965,582	933,207
TOTAL EXPENDITURE	10,740,902	10,179,631
EXCESS OF REVENUE OVER EXPENDITURE	35,078	20,746
Transfer to City of Hamilton reserve funds (note 2)	35,078	20,746
EXCESS OF REVENUE OVER EXPENDITURE at the end of the year	0	0

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON PUBLIC LIBRARY

SCHEDULE # 1 OF EXPENDITURES
Central Library Administration and Technical Services
for the year ended December 31, 1987

	1987 \$	1986 \$
Administration	1,163,181	1,100,807
Operations	736,653	693,335
Popular Collections	66,477	71,361
Audio/Visual	275,153	255,121
Boys and Girls	152,933	141,969
Quick Information	269,589	255,780
Extension Services	460,544	403,962
Special Acquisitions	195,458	169,903
Business, Science and Technology	471,090	429,229
Social Sciences and History	256,108	301,878
Fiction/Language/Literature	300,126	275,431
Fine Arts	203,884	206,350
Circulation	356,123	321,292
Interlibrary loans	54,018	48,008
Reprographic	288,308	274,571
Technical Services	1,221,077	1,187,743
Automated Circulation System Implementation	453,891	422,562
Common Areas/Meeting Rooms/Staff Rooms	1,419	737
Audio Centre Fifth Floor	18,645	14,874
Planning Process	44,468	28,939
Photocopier Services	40,999	49,562
Miscellaneous	8,307	13,232
	-----	-----
	7,038,451	6,666,646
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON PUBLIC LIBRARY

NOTES TO FINANCIAL STATEMENTS
for the year ended December 31, 1987

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

Revenues and expenditures are reported on the accrual basis of accounting which recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of a receipt of goods or services and the creation of a legal obligation to pay.

(b) Fixed Assets and Depreciation

The historical cost and accumulated depreciation for fixed assets are not recorded. Purchases of fixed assets are charged either directly to operations in the year in which the expenditures occur, or to a reserve established for the purchase of fixed assets.

2. CITY OF HAMILTON - RESERVE FUNDS

At the discretion of council, the City of Hamilton has set aside the the following reserve funds for the Hamilton Public Library.

	Capital Projects 1987 \$	Capital Projects 1986 \$
Balance at the beginning of the year	835,547	801,724
Contributions from the Hamilton Public Library	35,078	20,746
Interest earned	65,729	73,077
	-----	-----
	100,807	93,823
	-----	-----
Expenditures	234,160	60,000
	-----	-----
Balance at the end of the year	702,194	835,547
	=====	=====

3. NET LONG-TERM LIABILITIES AND DEBT CHARGES

These statements reflect only the current operations of the Library and do not show the capital outlay to be recovered, long term debt or debt charges.

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON PUBLIC LIBRARY

NOTES TO FINANCIAL STATEMENTS - (Continued)
for the year ended December 31, 1987

3. NET LONG-TERM LIABILITIES AND DEBT CHARGES - (CONTINUED)

At the end of the year, long-term liabilities in the amount of \$7,182,010 were payable (1986 - \$7,776,950). Principal payments of \$3,557,790 are payable from 1988 to 1992, \$2,799,220 from 1993 to 1997 and \$ 825,000 thereafter.

Debt charges were incurred during the year as follows:

	1987	1986
	\$	\$
Principal	594,940	527,090
Interest	949,450	1,021,363
	-----	-----
	1,544,390	1,548,453
	=====	=====

4. LIABILITY FOR VESTED SICK LEAVE BENEFITS

Under the sick leave benefit plan for employees, unused sick leave can accumulate and employees may become entitled to cash payments upon termination of services after ten continuous years.

The liability for these accumulated days, to the extent they have vested and could be taken in cash by an employee on terminating, amounted to \$473,810 (1986 - \$465,336) at the end of the year. Cash payments made in lieu of sick leave are included in the expenditures of the year in which services are terminated but no provision is made in the years in which the liability is incurred.

The current year's expenditure for sick leave liability is not reflected in the Library's Statement of Revenue and Expenditure, but is included in the City's Consolidated Statement of Operations.

5. UTILITY CHARGES

The total operating expenditures for utilities supplied by the Central Utilities Plant to the Library amount to \$213,440 for 1987. The costs of utilities are not reflected in the Library's Statement of Revenue and Expenditure, but are included in the City's Consolidated Statement of Operations.

6. COMPARATIVE FIGURES

Certain comparative figures for 1986 have been reclassified to agree with the financial statement presentation adopted for 1987.

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON PUBLIC LIBRARY

RESERVES STATEMENT OF CONTINUITY
for the year ended December 31, 1987

	Total \$	Libraries Replacement of Equipment \$	Reserve for Repairs Grounds \$
BALANCE AT DECEMBER 31, 1986	270,122	59,694	17,165
REVENUE			
Contributions from revenue fund	965,582	5,000	8,240
Donations and other	76,534	2,000	0
	1,042,116	7,000	8,240
EXPENDITURE			
Replacement or repairs	183,523	6,681	22,358
Purchase of books	922,716	0	0
	1,106,239	6,681	22,358
BALANCE AT DECEMBER 31, 1987	205,999	60,013	3,047

	Reserve for Repairs Buildings \$	Reserve for Replacement of Films \$	Reserve for Replacement of Photocopier \$
BALANCE AT DECEMBER 31, 1986	49,086	32,718	60,000
REVENUE			
Contributions from revenue fund	26,460	0	20,000
Donations and other	193	74,341	0
	26,653	74,341	20,000
EXPENDITURE			
Replacement or repairs	67,558	80,832	6,094
Purchase of books	0	0	0
	67,558	80,832	6,094
BALANCE AT DECEMBER 31, 1987	8,181	26,227	73,906

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON PUBLIC LIBRARY

RESERVES STATEMENT OF CONTINUITY - (Continued)
for the year ended December 31, 1987

	Reserve for Purchase of Books \$	Reserve for Miscellaneous Collections \$	Reserve for Automated Acquisition System \$
BALANCE AT DECEMBER 31, 1986	16,575	24,884	10,000
REVENUE			
Contributions from revenue fund	899,262	6,620	0
Donations and other	0	0	0
	899,262	6,620	0
EXPENDITURE			
Replacement or repairs	0	0	0
Purchase of books	914,122	8,594	0
	914,122	8,594	0
BALANCE AT DECEMBER 31, 1987	1,715	22,910	10,000

RESERVE FUND
Statement of Continuity
for the year ended December 31, 1987

	Capital Expenditures 1987 \$	Capital Expenditures 1986 \$
Balance at the beginning of the year	3,798	3,798
Contributions from the Hamilton Public Library	0	0
Interest earned	0	0
	0	0
Expenditures	3,468	0
Balance at the end of the year	330	3,798

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON PUBLIC LIBRARY

TRUST FUNDS STATEMENT OF CONTINUITY for the year ended December 31, 1987

	Total \$	Special Gifts Fund \$	F. Waldon Bequest \$
BALANCE AT DECEMBER 31, 1986	725,798	419,339	32,924
REVENUE			
Interest earned	49,379	24,464	1,929
Other	6,002	1,138	0
	55,381	25,602	1,929
EXPENDITURE			
Transfer to (from) revenue fund	(332)	(603)	0
Other	71,887	55,059	0
	71,555	54,456	0
BALANCE AT DECEMBER 31, 1987	709,624	390,485	34,853

	F. Waldon Thompson Bequest \$	Ketha McLaren Memorial Fund \$	Capital Endowment \$
BALANCE AT DECEMBER 31, 1986	11,720	10,161	251,654
REVENUE			
Interest earned	687	777	21,522
Other revenue	0	300	4,564
	687	1,077	26,086
EXPENDITURE			
Transfer to (from) revenue fund	0	271	0
Other	0	57	16,771
	0	328	16,771
BALANCE AT DECEMBER 31, 1987	12,407	10,910	260,969

AUDITORS' REPORT

To the Board of Directors of
The Parking Authority of the City of Hamilton,
Members of Council, Inhabitants and Ratepayers of
the Corporation of the City of Hamilton.

We have examined the balance sheet of The Parking Authority of the City of Hamilton as at December 31, 1987 and the statement of operations for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Parking Authority as at December 31, 1987 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Hamilton, Ontario
March 30, 1988

Pannell Kerr MacGillivray
PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

BALANCE SHEET
as at December 31, 1987

	1987 \$	1986 \$
ASSETS		
Current		
Cash	5,565	4,105
Accounts Receivable - Other	4,753	3,066
- City of Hamilton	211,567	121,840
	-----	-----
	221,885	129,011
Capital Outlay - financed by long term liabilities and to be recovered in future years	407,000	529,500
	-----	-----
TOTAL ASSETS	628,885	658,511
	=====	=====
LIABILITIES		
Current		
Accounts payable	221,885	129,011
Net Long Term		
Due to the City of Hamilton	407,000	529,500
	-----	-----
TOTAL LIABILITIES	628,885	658,511
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

STATEMENT OF OPERATIONS for the year ended December 31, 1987

	1987 \$	1986 \$
REVENUE		
Parking fees		
Off-street parking lots (Schedule 1)	1,451,816	1,404,637
Urban renewal lots (Schedule 2)	20,095	20,167
Other parking areas (Schedule 3)	186,581	138,293
Underground garage (Schedule 4)	1,308,516	1,029,673
Unclassified	32,529	18,252
Administrative costs recovered	113,639	89,085
TOTAL REVENUE	3,113,176	2,700,107
EXPENDITURE		
Direct		
Off-street parking lots (Schedule 1)	909,733	929,687
Urban renewal lots (Schedule 2)	11,121	10,621
Other parking areas (Schedule 3)	261,341	237,061
Underground garage (Schedule 4)	777,127	715,829
	1,959,322	1,893,198
Indirect		
Administration (Schedule 5)	256,600	236,585
General operating (Schedule 5)	157,023	147,862
	413,623	384,447
TOTAL EXPENDITURE	2,372,945	2,277,645
NET OPERATING PROFIT	740,231	422,462
CHARGES FOR LONG TERM LIABILITY		
Principal	122,500	113,500
Interest	43,671	53,169
	166,171	166,669
NET PROFIT/(LOSS)	574,060	255,793
DISPOSITION OF NET PROFIT/(LOSS)		
Reserve for off-street parking (Schedule 1)	108,457	31,171
Urban renewal partnership (Schedule 2)	8,974	9,546
City of Hamilton (Schedules 3-4)	280,739	111,194
Ministry of Government Services (Schedule 4)	175,890	103,882
	574,060	255,793

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

NOTES TO THE FINANCIAL STATEMENTS for the year ended December 31, 1987

1. ACCOUNTING POLICIES

The Parking Authority financial statements are the representation of management prepared in accordance with accounting policies prescribed for Ontario municipalities and their local boards by the Ministry of Municipal Affairs. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgements.

BASIS OF ACCOUNTING

- (i) Revenues and expenditures are reported on the accrual basis of accounting with the exception of principal and interest charges on long term liabilities which are charged against operations in the periods in which they are paid.
- (ii) The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.
- (iii) The historical cost and accumulated depreciation of fixed assets are not recorded for financial statement purposes. Fixed assets are reported as an expenditure on the statement of operations in the year of acquisition.
- (iv) "Capital outlay to be recovered in future years", which represents the outstanding principal portion of unmatured long term liabilities, is reported on the balance sheet.

2. LIABILITY FOR VESTED SICK LEAVE BENEFITS

Under a sick leave benefit plan, unused sick leave can accumulate and employees may become entitled to a cash payment when they leave the organization's employment.

The liability for these accumulated days, to the extent that they have vested and could be taken in cash by an employee on terminating, amounted to \$ 16,608 (1986 - \$60,832) at the end of the year. No provision has been made for this liability.

3. NET LONG TERM LIABILITIES

- (i) Principal payments are due as follows:

	\$
1988	117,000
1989	60,000
1990	51,000
1991	56,000
1992	59,000
Thereafter	64,000

	407,000
	=====

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

NOTES TO THE FINANCIAL STATEMENTS - (Continued)
for the year ended December 31, 1987

3. NET LONG TERM LIABILITIES - (Continued)

(ii) Approval of the Ontario Municipal Board has been obtained for the long term liabilities reported on the balance sheet.

(iii) No provision has been made in these financial statements for the accrual of interest on the net long term liabilities. Had this provision been made, the net profit would have decreased by \$7,007 (1986 - \$7,732).

4. FIXED ASSETS UNDER THE ADMINISTRATION OF THE PARKING AUTHORITY

The land, buildings and equipment of \$21,357,115 (1986 - \$14,645,594) are administered by the Parking Authority on behalf of the Corporation of the City of Hamilton and are not reported on the balance sheet.

5. RESERVES

The financial statements of the Parking Authority reflect the assets, liabilities, revenues and expenditures of its revenue and capital funds. Had the financial statements included the activities of its reserves, the following adjustments would have been made to the financial statements:

	Replacement of Equipment \$	Major Repairs to Mobile Equipment \$	Total \$
Balance, beginning of the year	28,640	9,826	38,466
Provision	6,575	1,315	7,890
Interest	3,243	598	3,841
	9,818	1,913	11,731
Expenditures	3,130	0	3,130
Balance, end of the year	35,328	11,739	47,067
Represented by			
Due from the City of Hamilton	35,328	11,739	47,067

REPORT ON SUPPLEMENTARY FINANCIAL INFORMATION

To the Board of Directors of
The Parking Authority of the City of Hamilton,
Members of Council, Inhabitants and Ratepayers of
the Corporation of the City of Hamilton

The supplementary information presented on the following pages has been taken from the accounting records of The Parking Authority of the City of Hamilton which have been subjected to the tests and other auditing procedures applied in our examination of the basic financial statements for the year ended December 31, 1987 upon which we have reported separately as auditors.

In our opinion, such supplementary information is presented fairly in all material respects in relation to the basic financial statements taken as a whole although it is not necessary for a fair presentation of the Parking Authority's financial position or results of operations.

Hamilton, Ontario
March 30, 1988

Pannell Kerr MacGillivray

PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #1 OF REVENUE AND EXPENDITURE
OFF-STREET PARKING LOTS
for the year ended December 31, 1987

	John & 1987 \$	Rebecca 1986 \$	Ottawa 1987 \$	Street 1986 \$
REVENUE				
Parking fees	165,018	150,040	132,996	143,750
DIRECT EXPENDITURE				
Attendants' wages	50,265	57,119		
Light and power	3,023	2,790	2,151	2,065
Fuel	397	398		
Meter collection charges			7,464	9,304
Tickets	531	314		
Unclassified	7	28	33	58
Repairs and maintenance				
Equipment	837	772	10,524	16,664
Grounds	5,822	5,657	9,429	9,571
Buildings	322	461		
Realty and business taxes	44,964	40,639	32,957	29,787
Rent				
Equipment				
	106,168	108,178	62,558	67,449
NET OPERATING PROFIT/(LOSS)	58,850	41,862	70,438	76,301
	32 Emerald S. 1987 \$	Kenilworth 1986 \$		
REVENUE				
Parking fees	11,495	10,364	29,771	27,537
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	177	169	400	384
Fuel				
Meter collection charges	373	465	2,463	3,070
Tickets				
Unclassified		20	33	58
Repairs and maintenance				
Equipment			2,139	4,047
Grounds	282	532	2,890	2,629
Buildings	584			
Realty and business taxes	3,346	3,025	11,494	10,388
Rent				
Equipment				
	4,762	4,211	19,419	20,576
NET OPERATING PROFIT/(LOSS)	6,733	6,153	10,352	6,961

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #1 OF REVENUE AND EXPENDITURE - (Continued) OFF-STREET PARKING LOTS for the year ended December 31, 1987

	King William & Mary 1987 \$	Jackson & McNab 1986 \$		
REVENUE				
Parking fees	124,377	102,100	44,387	106,520
	-----	-----	-----	-----
DIRECT EXPENDITURE				
Attendants' wages	36,906	43,137	14,521	39,371
Light and power	1,826	1,808	372	722
Fuel				
Meter collection charges				
Tickets	692	653	338	1,304
Unclassified		20		20
Repairs and maintenance				
Equipment	559	447	172	218
Grounds	3,182	2,895	1,503	1,429
Buildings	193			28
Realty and business taxes	25,756	23,279	15,468	33,553
Rent				
Equipment				
	-----	-----	-----	-----
	69,114	72,239	32,374	76,645
	-----	-----	-----	-----
NET OPERATING PROFIT/(LOSS)	55,263	29,861	12,013	29,875
	=====	=====	=====	=====
	Main & Ferguson 1987 \$	King & Jarvis 1986 \$		
REVENUE				
Parking fees	74,641	73,087	42,721	34,541
	-----	-----	-----	-----
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	1,293	1,165	455	517
Fuel				
Meter collection charges				
Tickets	2,612	3,256	1,829	2,279
Unclassified		20	7	28
Repairs and maintenance				
Equipment	2,617	4,590	1,556	2,108
Grounds	2,273	2,068	1,591	1,447
Buildings				
Realty and business taxes	33,705	31,926	24,371	22,049
Rent				
Equipment				
	-----	-----	-----	-----
	42,500	43,025	29,809	28,428
	-----	-----	-----	-----
NET OPERATING PROFIT/(LOSS)	32,141	30,062	12,912	6,113
	=====	=====	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #1 OF REVENUE AND EXPENDITURE - (Continued)
OFF-STREET PARKING LOTS
for the year ended December 31, 1987

	Upper 1987 \$	Wellington 1986 \$	Main & 1987 \$	Garside 1986 \$
REVENUE				
Parking fees	10,293	9,871	10,410	10,346
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	508	484	291	277
Fuel				
Meter collection charges	522	651	672	838
Tickets				
Unclassified		20	13	35
Repairs and maintenance				
Equipment	806	1,208	558	774
Grounds	844	768	584	532
Buildings				
Realty and business taxes	4,545	4,152	4,362	3,958
Rent				
Equipment				
	7,225	7,283	6,480	6,414
NET OPERATING PROFIT/(LOSS)	3,068	2,588	3,930	3,932
	168 Sherman North 1987 1986 \$ \$		Barton & Sherman 1987 1986 \$ \$	
REVENUE				
Parking fees	6,034	6,423	26,370	26,108
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	514	492	1,373	1,198
Fuel				
Meter collection charges	373	465	2,762	4,001
Tickets				
Unclassified	7	28	40	65
Repairs and maintenance				
Equipment	172		2,834	3,726
Grounds	584	532	2,792	2,540
Buildings				
Realty and business taxes	2,181	1,971	12,513	11,309
Rent				
Equipment				
	3,831	3,488	22,314	22,839
NET OPERATING PROFIT/(LOSS)	2,203	2,935	4,056	3,269

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #1 OF REVENUE AND EXPENDITURE - (Continued)
OFF-STREET PARKING LOTS
for the year ended December 31, 1987

	Main & 1987 \$	Balmoral 1986 \$	Main & 1987 \$	Huxley 1986 \$
REVENUE				
Parking fees	10,045	8,666	11,631	11,840
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	257	248	237	226
Fuel				
Meter collection charges	373	465	746	930
Tickets				
Unclassified		20		20
Repairs and maintenance				
Equipment	353		676	860
Grounds	649	591	649	591
Buildings				
Realty and business taxes	2,219	2,006	4,655	4,227
Rent				
Equipment				
	3,851	3,330	6,963	6,854
NET OPERATING PROFIT/(LOSS)	6,194	5,336	4,668	4,986
	Main & 1987 \$	Ottawa 1986 \$	Upper James & Brantdale 1987 \$	1986 \$
REVENUE				
Parking fees	4,851	4,601	12,075	16,608
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	368	351	405	386
Fuel				
Meter collection charges	373	465	1,679	1,907
Tickets				
Unclassified	7	28		20
Repairs and maintenance				
Equipment			394	1,764
Grounds	877	798	1,331	1,211
Buildings				
Realty and business taxes	4,706	4,253	9,676	8,770
Rent				
Equipment				
	6,331	5,895	13,485	14,058
NET OPERATING PROFIT/(LOSS)	(1,480)	(1,294)	(1,410)	2,550

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #1 OF REVENUE AND EXPENDITURE - (Continued)
OFF-STREET PARKING LOTS
for the year ended December 31, 1987

	Main & 1987 \$	Tuxedo 1986 \$	King West 1987 \$	& Locke 1986 \$
REVENUE				
Parking fees	11,868	12,081	2,358	1,951
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	237	226	233	222
Fuel				
Meter collection charges	858	1,070	522	651
Tickets				
Unclassified	13	35		20
Repairs and maintenance				
Equipment	713	989	434	743
Grounds	803	679	455	414
Buildings				
Realty and business taxes	5,602	5,094	3,091	2,833
Rent				
Equipment				
	8,226	8,093	4,735	4,883
NET OPERATING PROFIT/(LOSS)	3,642	3,988	(2,377)	(2,932)

	York Boulevard Parkade 1987 \$	1986 \$	Pipeline Kenilworth 1987 \$	1986 \$
REVENUE				
Parking fees	101,416		1,614	1,589
DIRECT EXPENDITURE				
Attendants' wages	18,863			
Light, power and utilities	2,453			
Operating Supplies	1,596			
Meter collection charges				
Tickets				
Unclassified	20			
Repairs and maintenance				
Equipment	1,175		174	258
Grounds			942	857
Buildings	1,357			
Realty and business taxes	40,743		3,629	3,280
Rent			638	638
Equipment	875			
	67,082	0	5,881	5,673
NET OPERATING PROFIT/(LOSS)	34,334	0	(4,267)	(4,084)

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THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #1 OF REVENUE AND EXPENDITURE - (Continued) OFF-STREET PARKING LOTS for the year ended December 31, 1987

	Wilson & Mary 1987 \$	1986 \$	56 Kenilworth Avenue North 1987 \$	1986 \$
REVENUE				
Parking fees	5,914	6,585	2,770	3,679
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	429	409	128	124
Fuel				
Meter collection charges	373	465	373	465
Tickets		1,283		
Unclassified	7	28		20
Repairs and maintenance				
Equipment	11		467	430
Grounds	649	591	325	295
Buildings				
Realty and business taxes	1,642	1,484	1,746	1,578
Rent				
Equipment				
	3,111	4,260	3,039	2,912
NET OPERATING PROFIT/(LOSS)	2,803	2,325	(269)	767
	East Avenue 1987 \$	1986 \$	Upper James & Genesee 1987 \$	1986 \$
REVENUE				
Parking fees	7,461	9,388	30,748	31,846
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	248	238	652	624
Fuel				
Meter collection charges	373	465	1,754	2,186
Tickets				
Unclassified	13	35	13	35
Repairs and maintenance				
Equipment	312		1,486	2,022
Grounds	649	591	1,526	1,388
Buildings				
Realty and business taxes	3,346	3,025	7,857	7,102
Rent				
Equipment				
	4,941	4,354	13,288	13,357
NET OPERATING PROFIT/(LOSS)	2,520	5,034	17,460	18,489

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #1 OF REVENUE AND EXPENDITURE - (Continued)
OFF-STREET PARKING LOTS
for the year ended December 31, 1987

	Main & Cope 1987 \$	1986 \$	East 21st Street 1987 \$	1986 \$
REVENUE				
Parking fees	4,645	5,049	3,180	3,113
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	67	64	386	283
Fuel				
Meter collection charges	336	419	373	465
Tickets				
Unclassified		20	7	28
Repairs and maintenance				
Equipment	839	387	186	
Grounds	292	344	779	709
Buildings				
Realty and business taxes	2,560	2,314	4,364	3,944
Rent				
Equipment				
	4,094	3,548	6,095	5,429
NET OPERATING PROFIT/(LOSS)	551	1,501	(2,915)	(2,316)

	Mulberry 1987 \$	Street 1986 \$
REVENUE		
Parking fees	16,537	9,851
DIRECT EXPENDITURE		
Attendants' wages		
Light and power	1,842	1,756
Fuel		
Meter collection charges	373	465
Tickets		
Unclassified	7	28
Repairs and maintenance		
Equipment	348	
Grounds	1,753	1,595
Buildings		
Realty and business taxes	5,747	5,351
Rent	600	600
Equipment		
	10,670	9,795
NET OPERATING PROFIT/(LOSS)	5,867	56

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #1 OF REVENUE AND EXPENDITURE - (Continued)
OFF-STREET PARKING LOTS
for the year ended December 31, 1987

	Barton & Grosvenor		1366 Main Street East	
	1987	1986	1987	1986
	\$	\$	\$	\$
REVENUE				
Parking fees	20,170	21,262	8,887	7,949
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	1,420	1,358	54	54
Fuel				
Meter collection charges	1,530	2,000	522	651
Tickets				
Unclassified	20	42		20
Repairs and maintenance				
Equipment	1,459	1,655	1,233	602
Grounds	1,786	1,625	520	473
Buildings				
Realty and business taxes	6,372	5,759	797	2,823
Rent				
Equipment				
	12,587	12,439	3,126	4,623
NET OPERATING PROFIT/(LOSS)	7,583	8,823	5,761	3,326

	Barton & Birch		Kenilworth & Newlands	
	1987	1986	1987	1986
	\$	\$	\$	\$
REVENUE				
Parking fees	15,110	14,208	5,301	4,663
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	414	395	388	370
Fuel				
Meter collection charges	373	465	373	465
Tickets				
Unclassified		20	20	42
Repairs and maintenance				
Equipment		82		
Grounds	1,331	1,211	649	591
Buildings				
Realty and business taxes	591	(534)	4,157	4,093
Rent	1,368	1,179		600
Equipment				
	4,077	2,818	5,587	6,161
NET OPERATING PROFIT/(LOSS)	11,033	11,390	(286)	(1,498)

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #1 OF REVENUE AND EXPENDITURE - (Continued)
OFF-STREET PARKING LOTS
for the year ended December 31, 1987

	Barton 1987 \$	& Emerald 1986 \$	540 Barton 1987 \$	East 1986 \$
REVENUE				
Parking fees	2,153	2,993	9,107	9,703
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	252	240	213	203
Fuel				
Meter collection charges	522	651	746	931
Tickets				
Unclassified		20	7	28
Repairs and maintenance				
Equipment	490	602	620	860
Grounds	455	414	649	591
Buildings				
Realty and business taxes	2,094	1,895	2,690	2,453
Rent				
Equipment				
	3,813	3,822	4,925	5,066
NET OPERATING PROFIT/(LOSS)	(1,660)	(829)	4,182	4,637
	Barton 1987 \$	& William 1986 \$	Barton & Barnesdale 1987 \$	1986 \$
REVENUE				
Parking fees	7,749	7,258	2,697	3,110
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	611	585	175	168
Fuel				
Meter collection charges	970	1,210	373	465
Tickets				
Unclassified	13	35		20
Repairs and maintenance				
Equipment	513	688	268	
Grounds	1,168	1,063	682	620
Buildings				
Realty and business taxes	5,272	4,764	2,741	2,499
Rent				
Equipment				
	8,547	8,345	4,239	3,772
NET OPERATING PROFIT/(LOSS)	(798)	(1,087)	(1,542)	(662)

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #1 OF REVENUE AND EXPENDITURE - (Continued)
OFF-STREET PARKING LOTS
for the year ended December 31, 1987

	Barton & 1987 \$	Caroline 1986 \$	Cannon & 1987 \$	Birch 1986 \$
REVENUE				
Parking fees	6,016	5,307	3,000	2,958
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	1,015	793	182	174
Fuel				
Meter collection charges	373	465		
Tickets				
Unclassified		20		20
Repairs and maintenance				
Equipment				
Grounds	1,526	1,389	974	886
Buildings				
Realty and business taxes	5,602	5,063	704	1,705
Rent			1,440	1,440
Equipment				
	8,516	7,730	3,300	4,225
NET OPERATING PROFIT/(LOSS)	(2,500)	(2,423)	(300)	(1,267)

	76 Parkdale Avenue North 1987 \$	1986 \$	King William & Ferguson 1987 \$	1986 \$
REVENUE				
Parking fees	909	1,232	89,781	81,568
DIRECT EXPENDITURE				
Attendants' wages				
Light and power	152	147	1,155	1,016
Fuel				
Meter collection charges	373	465	373	930
Tickets			3,042	568
Unclassified		20	13	35
Repairs and maintenance				
Equipment	102		145	90
Grounds	714	650	5,487	4,992
Buildings				
Realty and business taxes	2,888	2,610	42,054	38,009
Rent				
Equipment				152
	4,229	3,892	52,269	45,792
NET OPERATING PROFIT/(LOSS)	(3,320)	(2,660)	37,512	35,776

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #1 OF REVENUE AND EXPENDITURE - (Continued)
OFF-STREET PARKING LOTS
for the year ended December 31, 1987

	897 Barton East 1987 \$	1986 \$	18 Main East 1987 \$	1986 \$
REVENUE				
Parking fees	710	1,208	189,942	167,799
DIRECT EXPENDITURE				
Attendants' wages			34,157	37,367
Light and power	465	444	698	713
Fuel				
Meter collection charges	373	465		
Tickets			1,522	1,304
Unclassified		20		20
Repairs and maintenance				
Equipment		198	431	558
Grounds	390	354	2,013	2,652
Buildings			186	66
Realty and business taxes	2,036	1,841	63,373	57,277
Rent				
Equipment				
	3,264	3,322	102,380	99,957
NET OPERATING PROFIT/(LOSS)	(2,554)	(2,114)	87,562	67,842

	MacNab & York 1987 \$	1986 \$	Parkdale & Brittania 1987 \$	1986 \$
REVENUE				
Parking fees	64,103	184,747	1,968	1,935
DIRECT EXPENDITURE				
Attendants' wages	11,184	40,303		
Light and power	588	1,263	83	80
Fuel				
Meter collection charges			373	465
Tickets	1,207	483		
Unclassified		20	7	28
Repairs and maintenance				
Equipment	745	526	208	
Grounds	5,387	5,081	747	679
Buildings	36	156		
Realty and business taxes	26,738	72,521	2,640	2,385
Rent				
Equipment				
	45,885	120,353	4,058	3,637
NET OPERATING PROFIT/(LOSS)	18,218	64,394	(2,090)	(1,702)

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #1 OF REVENUE AND EXPENDITURE - (Continued) OFF-STREET PARKING LOTS for the year ended December 31, 1987

	14 Vine Street 1987 \$	Street 1986 \$	1366-68 Street 1987 \$	Barton East 1986 \$
REVENUE				
Parking fees	117,612	57,833	975	1,370
DIRECT EXPENDITURE				
Attendants' wages	23,295			
Light and power	1,203	223	182	174
Fuel				
Meter collection charges	746	930	373	465
Tickets	3,649	4,481		
Unclassified		20		20
Repairs and maintenance				
Equipment	1,530	561	133	104
Grounds	7,112	4,284	714	650
Buildings				
Realty and business taxes	28,084	25,383	3,564	3,222
Rent				
Equipment				
	65,619	35,882	4,966	4,635
NET OPERATING PROFIT/(LOSS)	51,993	21,951	(3,991)	(3,265)

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #1 OF REVENUE AND EXPENDITURE - (Continued)
OFF-STREET PARKING LOTS
for the year ended December 31, 1987

	Totals	
	1987	1986
	\$	\$
REVENUE		
Parking fees	1,451,816	1,404,637
	-----	-----
DIRECT EXPENDITURE		
Attendants' wages	189,191	217,297
Light, power and utilities	29,575	25,628
Fuel	397	398
Operating supplies	1,596	0
Meter collection charges	36,454	46,375
Tickets	10,981	10,390
Unclassified	320	1,222
Repairs and maintenance		
Equipment	38,219	48,533
Grounds	75,759	69,459
Buildings	2,678	711
Realty and business taxes	519,642	505,065
Rent	4,046	4,457
Equipment	875	152
	-----	-----
	909,733	929,687
	-----	-----
NET OPERATING PROFIT	542,083	474,950
	-----	-----
INDIRECT EXPENDITURE	579,794	551,116
Less other revenues	146,168	107,337
	-----	-----
	433,626	443,779
	-----	-----
NET PROFIT	108,457	31,171
	=====	=====
DISPOSITION OF NET PROFIT		
Reserve for off-street parking	108,457	31,171
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #2 OF REVENUE AND EXPENDITURE
URBAN RENEWAL LOTS
for the year ended December 31, 1987

	James & Wilson 1987 \$	1986 \$
REVENUE		
Parking fees	20,095	20,167
	-----	-----
DIRECT EXPENDITURE		
Administrative charges	1,507	1,513
Attendants' wages		
Light and power	128	123
Meter collection charges	522	651
Unclassified		20
Repairs and maintenance		
Equipment	434	602
Grounds	455	414
Realty and business taxes	8,075	7,298
	-----	-----
	11,121	10,621
	-----	-----
NET OPERATING PROFIT	8,974	9,546
	=====	=====
DISPOSITION OF NET PROFIT		
Urban renewal partnership	8,974	9,546
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #3 OF REVENUE AND EXPENDITURE OTHER PARKING AREAS for the year ended December 31, 1987

	Bay & 1987 \$	Cannon 1986 \$	City 1987 \$	Hall 1986 \$	Queen - 1987 \$	Hess 1986 \$
REVENUE						
Parking fees	26,991	22,359	105,818	86,529	37,042	18,637
DIRECT EXPENDITURES						
Administrative charges	2,024	1,677	7,936	6,490	2,778	1,398
Attendants' wages	1,343	1,215			3,455	1,997
Light and power	1,263	355			1,600	
Meter collection charges			9,218	11,490		
Unclassified		20		20		20
Tickets	169	225			338	225
Repairs and maintenance						
Equipment	853		12,102	16,734	2,682	2,036
Grounds	3,411	2,822	12,648	11,491	6,272	5,524
Buildings	3					545
Realty and business taxes	20,589	18,609	71,093	64,255	71,012	64,182
	29,655	24,923	112,997	110,480	88,137	75,927
NET OPERATING PROFIT/(LOSS)	(2,664)	(2,564)	(7,179)	(23,951)	(51,095)	(57,290)

	Century 1987 \$	Street 1986 \$	253 York 1987 \$	Boulevard 1986 \$	16 Magill 1987 \$	34 1986 \$
REVENUE						
Parking fees	2,546	2,750	10,554	7,984	3,630	34
DIRECT EXPENDITURES						
Administrative charges	191	206	792	599	272	3
Attendants' wages						
Light and power			252	240	135	39
Meter collection charges			373	465		186
Unclassified		20		20		28
Tickets						
Repairs and maintenance						
Equipment			298		533	
Grounds	617	562	1,365	1,996	714	645
Buildings						
Realty and business taxes	3,015	2,432	18,479	16,702	3,516	1,588
	3,823	3,220	21,559	20,022	5,170	2,489
NET OPERATING PROFIT/(LOSS)	(1,277)	(470)	(11,005)	(12,038)	(1,540)	(2,455)

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #3 OF REVENUE AND EXPENDITURE - (Continued)
OTHER PARKING AREAS
for the year ended December 31, 1987

	Totals	
	1987	1986
	\$	\$
REVENUE		
Parking fees	186,581	138,293
	-----	-----
DIRECT EXPENDITURE		
Administrative charges	13,993	10,373
Attendants' wages	4,798	3,212
Light and power	3,250	634
Meter collection charges	9,591	12,141
Unclassified		128
Tickets	507	450
Repairs and maintenance		
Equipment	16,468	18,770
Grounds	25,027	23,040
Buildings	3	545
Realty and business taxes	187,704	167,768
	-----	-----
	261,341	237,061
	-----	-----
NET OPERATING PROFIT/(LOSS)	(74,760)	(98,768)
	=====	=====
DISPOSITION OF NET PROFIT/(LOSS)		
City of Hamilton	(74,760)	(98,768)
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #4 OF REVENUE AND EXPENDITURE
LLOYD D. JACKSON SQUARE
UNDERGROUND GARAGE
for the year ended December 31, 1987

	City of Hamilton	Ministry of Government Services	Totals 1987 \$	1986 \$
REVENUE				
Parking fees	875,397	433,119	1,308,516	1,029,673
DIRECT EXPENDITURE				
Administration charges	65,655	32,484	98,139	77,225
Attendants' wages	174,525	86,350	260,875	268,885
Light, power and utilities	103,141	51,031	154,172	116,091
Unclassified	2,535	1,254	3,789	3,505
Repairs and maintenance	22,808	11,285	34,093	51,790
Realty and business taxes	136,730	67,649	204,379	184,720
Operating equipment	6,651	3,291	9,942	2,385
Insurance	7,853	3,885	11,738	11,228
	519,898	257,229	777,127	715,829
NET OPERATING PROFIT/(LOSS)	355,499	175,890	531,389	313,844
DISPOSITION OF NET PROFIT/(LOSS)				
City of Hamilton 66.9%	355,499		355,499	209,962
Ministry of Government Services 33.1%		175,890	175,890	103,882
	355,499	175,890	531,389	313,844

THE CORPORATION OF THE CITY OF HAMILTON

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #5 OF INDIRECT EXPENDITURE for the year ended December 31, 1987

	1987 \$	1986 \$
ADMINISTRATION		
Salaries - office	148,100	129,200
Employees' benefits	38,928	40,958
Telephone	3,259	3,312
Advertising and Publicity	2,868	1,108
Postage	1,277	1,052
Stationery and office supplies	6,617	2,923
Miscellaneous Expenditures	5,367	4,210
Insurance	6,689	6,679
Professional fees	1,798	1,930
Office equipment	14,290	19,483
Office rent	19,029	17,443
Travelling	8,378	7,364
Workers' compensation		923
	-----	-----
	256,600	236,585
	-----	-----
GENERAL OPERATING		
Salaries	103,116	110,616
Telephone	2,659	2,476
Cleaning supplies	1,279	2,467
Operating supplies	11,117	13,867
Maintenance - automotive equipment	9,857	12,847
Operating equipment	2,436	0
Provision for replacement and repairs	7,893	5,589
Automotive Equipment	18,666	0
	-----	-----
	157,023	147,862
	-----	-----
TOTAL INDIRECT EXPENDITURE	413,623	384,447
	=====	=====

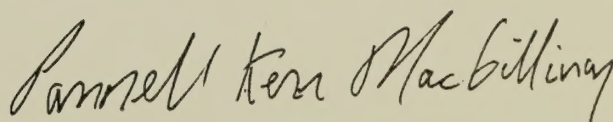
AUDITORS' REPORT

To the Board of Management of the
Concession Street Business Improvement
Area, Members of Council, Inhabitants
and Ratepayers of the Corporation of
the City of Hamilton.

We have examined the balance sheet of the Concession Street Business Improvement Area as at December 31, 1987 and the statement of revenue and expenditure and members' equity for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the organization as at December 31, 1987 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Hamilton, Ontario
February 13, 1988



PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

CONCESSION STREET BUSINESS IMPROVEMENT AREA

BALANCE SHEET
as at December 31, 1987

	1987	1986
	\$	\$
ASSETS		
Current		
Cash	791	475
BIA levies receivable	2,359	1,568
Prepaid expenses	668	325
	-----	-----
	3,818	2,368
	=====	=====
LIABILITIES AND MEMBERS' EQUITY		
Current		
Accrued liabilities	210	200
Accounts payable - City of Hamilton	1,421	2,434
	-----	-----
	1,631	2,634
MEMBERS' EQUITY (DEFICIENCY) - End of Year	2,187	(266)
	-----	-----
	3,818	2,368
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

CONCESSION STREET BUSINESS IMPROVEMENT AREA

STATEMENT OF REVENUE AND EXPENDITURE
AND MEMBERS' EQUITY
for the year ended December 31, 1987

	1987	1986
	\$	\$
REVENUE		
B.I.A. assessment levy	13,766	11,995
Government grants	1,000	0
Summer festival	1,534	7,132
	-----	-----
	16,300	19,127
	-----	-----
EXPENDITURE		
Promotion	4,606	5,950
Christmas decorations	2,371	0
Summer festival	1,288	9,062
Promotion re festival	4,112	3,277
Newsletter	159	541
Office supplies	139	250
Audit fees	220	200
Rent	0	150
Insurance	438	275
Bank charges	32	27
Miscellaneous	482	332
	-----	-----
	13,847	20,064
	-----	-----
EXCESS OF REVENUE OVER EXPENDITURE (DEFICIT) FOR THE YEAR	2,453	(937)
MEMBERS' (DEFICIENCY) EQUITY - Beginning of year	(266)	671
	-----	-----
MEMBERS' EQUITY (DEFICIENCY) - End of year	2,187	(266)
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

CONCESSION STREET BUSINESS IMPROVEMENT AREA

NOTE TO FINANCIAL STATEMENTS
for the year ended December 31, 1987

1. SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

Revenue and expenditure are recorded on the accrual basis. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

FIXED ASSETS

The historical cost and accumulated depreciation for fixed assets are not recorded. Fixed assets are reported as expenditures in the year of acquisition.

AUDITORS' REPORT

To the Board of Management of the
Downtown Hamilton Business Improvement
Area, Members of Council, Inhabitants
and Ratepayers of the Corporation of
the City of Hamilton.

We have examined the balance sheet of the Downtown Hamilton Business Improvement Area as at December 31, 1987 and the statement of revenue and expenditure and members' equity for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the organization as at December 31, 1987 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Hamilton, Ontario
April 11, 1988

Pannell Kerr MacGillivray

PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

DOWNTOWN HAMILTON BUSINESS IMPROVEMENT AREA

BALANCE SHEET
as at December 31, 1987

	1987	1986
	\$	\$
ASSETS		
Current		
Cash	23,487	15,321
Short-term deposits -	18,233	0
Accounts receivable	9,350	2,200
B.I.A. assessment levy receivable	11,002	16,518
Prepaid expenses	187	463
	-----	-----
	62,259	34,502
	=====	=====
LIABILITIES AND MEMBERS' EQUITY		
Current		
Accounts payable and accrued liabilities	13,403	9,781
Accounts payable - City of Hamilton	3,608	18,115
	-----	-----
	17,011	27,896
MEMBERS' EQUITY	45,248	6,606
	-----	-----
	62,259	34,502
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

DOWNTOWN HAMILTON BUSINESS IMPROVEMENT AREA

STATEMENT OF REVENUE AND EXPENDITURE AND MEMBERS' EQUITY for the year ended December 31, 1987

	1987 \$	1986 \$
REVENUE		
B.I.A. assessment levy	150,698	123,266
Government grants	0	1,864
Dining guide	0	5,750
Hamilton homecoming	0	275
Seminars	0	105
Interest	1,892	1,619
Grant from City re Christmas lights	1,000	1,000
Shuttle bus advertising	0	3,745
Other	610	0
	-----	-----
	154,200	137,624
	-----	-----
EXPENDITURE		
Professional fees	39,642	33,092
Administration	14,947	8,332
Promotion	38,384	98,230
Communication	6,646	3,502
Beautification	6,315	488
Allowance for uncollectible levies	1,125	3,100
Membership services	8,437	0
Miscellaneous	54	0
Service charges	8	56
	-----	-----
	115,558	146,800
	-----	-----
EXCESS OF REVENUE OVER EXPENDITURE (DEFICIT) FOR THE YEAR	38,642	(9,176)
MEMBERS' EQUITY - Beginning of year	6,606	15,782
	-----	-----
MEMBERS' EQUITY - End of year	45,248	6,606
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

DOWNTOWN HAMILTON BUSINESS IMPROVEMENT AREA

NOTE TO FINANCIAL STATEMENTS
for the year ended December 31, 1987

1. SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

Revenue and expenditure are recorded on the accrual basis. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

FIXED ASSETS

The historical cost and accumulated depreciation for fixed assets are not recorded. Fixed assets are reported as expenditures in the year of acquisition.

AUDITORS' REPORT

To the Board of Management of the
International Village Business Improvement
Area, Members of Council, Inhabitants
and Ratepayers of the Corporation of
the City of Hamilton.

We have examined the balance sheet of the International Village Business Improvement Area as at December 31, 1987 and the statement of revenue and expenditure and members' equity for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of the organization as at December 31, 1987 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in the Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Hamilton, Ontario
March 12, 1988

Pannell Kerr MacGillivray

PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

INTERNATIONAL VILLAGE BUSINESS IMPROVEMENT AREA

BALANCE SHEET
as at December 31, 1987

	1987	1986
	\$	\$
ASSETS		
Current		
Cash	44,932	38,760
B.I.A. levies receivable	19,051	10,341
Prepaid expenses	583	715
	-----	-----
	64,566	49,816
	=====	=====
LIABILITIES AND MEMBERS' EQUITY		
Current		
Accounts payable and accrued liabilities	5,242	4,689
Accounts payable - City of Hamilton	12,715	9,899
	-----	-----
	17,957	14,588
MEMBERS' EQUITY	46,609	35,228
	-----	-----
	64,566	49,816
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

INTERNATIONAL VILLAGE BUSINESS IMPROVEMENT AREA

STATEMENT OF REVENUE AND EXPENDITURE AND MEMBERS' EQUITY for the year ended December 31, 1987

	1987 \$	1986 \$
REVENUE		
B.I.A. assessment levy	73,002	60,442
Contribution from members	0	1,073
Grant revenue	1,000	0
	74,002	61,515
EXPENDITURE		
Advertising	25,266	11,457
Office	0	722
Mural painting	0	5,550
Promotion	30,017	2,264
Consulting fees	0	4,650
Insurance	583	204
Audit fees	210	210
Miscellaneous	99	341
Meetings	0	379
Casual labour	446	510
K.Porter settlement	4,000	0
Bad debts	2,000	0
	62,621	26,287
EXCESS OF REVENUE OVER EXPENDITURE FOR THE YEAR	11,381	35,228
MEMBERS' EQUITY - Beginning of year	35,228	0
MEMBERS' EQUITY - End of year	46,609	35,228

THE CORPORATION OF THE CITY OF HAMILTON

INTERNATIONAL VILLAGE BUSINESS IMPROVEMENT AREA

NOTE TO FINANCIAL STATEMENTS
for the year ended December 31, 1987

1. SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

Revenue and expenditure are recorded on the accrual basis. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

FIXED ASSETS

The historical cost and accumulated depreciation for fixed assets are not recorded. Fixed assets are reported as expenditures in the year of acquisition.

AUDITORS' REPORT

To the Board of Management of the
Jamesville Business Improvement
Area, Members of Council, Inhabitants
and Ratepayers of the Corporation of
the City of Hamilton.

We have examined the balance sheet of the Jamesville Business Improvement Area as at December 31, 1987 and the statement of revenue and expenditure and members' equity for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of the organization as at December 31, 1987 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Hamilton, Ontario
March 21, 1988

Pannell Kerr MacGillivray
PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

JAMESVILLE BUSINESS IMPROVEMENT AREA

BALANCE SHEET

as at December 31, 1987

	1987 \$	1986 \$
ASSETS		
Current		
Cash	934	15,187
Term deposits	16,247	30,000
Accounts receivable -	193	9,225
Prepaid expenses	322	175
	-----	-----
	17,696	54,587
	=====	=====
LIABILITIES AND MEMBERS' EQUITY		
Current		
Accounts payable and accrued liabilities	4,325	10,207
Accounts payable - City of Hamilton	0	10,904
	-----	-----
	4,325	21,111
MEMBERS' EQUITY	13,371	33,476
	-----	-----
	17,696	54,587
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

JAMESVILLE BUSINESS IMPROVEMENT AREA

STATEMENT OF REVENUE AND EXPENDITURE AND MEMBERS' EQUITY for the year ended December 31, 1987

	1987 \$	1986 \$
REVENUE		
B.I.A. assessment levy	0	52,311
Interest revenue	1,652	1,327
Government grant	1,492	1,503
Other Revenue	329	0
	-----	-----
	3,473	55,141
	-----	-----
EXPENDITURE		
Advertising	5,603	11,880
Office	3,285	945
Promotion	11,539	0
Computer	758	0
Seminar and Special Functions	202	0
Wages	0	2,730
Employee benefits	0	88
Insurance	498	175
Legal and Audit	335	210
Bank charges	97	86
Printing	1,044	393
Donations	0	100
Hall rental	0	58
Miscellaneous	800	0
Allowance for uncollectible levies	(583)	5,000
	-----	-----
	23,578	21,665
	-----	-----
EXCESS OF (EXPENDITURE OVER REVENUE) REVENUE OVER EXPENDITURE FOR THE YEAR	(20,105)	33,476
MEMBERS' EQUITY - Beginning of year	33,476	0
	-----	-----
MEMBERS' EQUITY - End of year	13,371	33,476
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

JAMESVILLE BUSINESS IMPROVEMENT AREA

NOTE TO FINANCIAL STATEMENTS
for the year ended December 31, 1987

1. SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

Revenue and expenditure are recorded on the accrual basis. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

FIXED ASSETS

The historical cost and accumulated depreciation for fixed assets are not recorded. Fixed assets are reported as expenditures in the year of acquisition.

AUDITORS' REPORT

To the Board of Management of the
Ottawa Street Business Improvement
Area, Members of Council, Inhabitants
and Ratepayers of the Corporation of
the City of Hamilton.

We have examined the balance sheet of the Ottawa Street Business Improvement Area as at December 31, 1987 and the statement of revenue and expenditure and members' equity for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the organization as at December 31, 1987 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Hamilton, Ontario
March 15, 1988

Pannell Kerr MacGillivray
PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

OTTAWA STREET BUSINESS IMPROVEMENT AREA

BALANCE SHEET
as at December 31, 1987

	1987	1986
	\$	\$
ASSETS		
Current		
Cash	13,216	7,607
Term deposits	17,753	14,217
B.I.A. levies receivable	24,538	13,918
Accounts receivable	4,114	6,929
Prepaid expenses	310	318
	-----	-----
	59,931	42,989
	=====	=====
LIABILITIES AND MEMBERS' EQUITY		
Current		
Accounts payable	12,747	1,305
Levies payable - City of Hamilton	21,114	10,961
	-----	-----
	33,861	12,266
MEMBERS' EQUITY	26,070	30,723
	-----	-----
	59,931	42,989
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

OTTAWA STREET BUSINESS IMPROVEMENT AREA

STATEMENT OF REVENUE AND EXPENDITURE AND MEMBERS' EQUITY for the year ended December 31, 1987

	1987 \$	1986 \$
REVENUE		
B.I.A. assessment levy	91,555	77,957
Revenues from promotions	2,731	9,872
Project revenues	4,958	18,249
Photocopy revenues	1,064	0
Other revenue	1,286	770
	-----	-----
	101,594	106,848
	-----	-----
EXPENDITURE		
Advertising and promotion	40,237	24,272
Parking	9,580	7,511
Beautification	13,451	1,209
Donations	2,150	1,490
Casual labour	752	1,013
Wages and benefits	22,947	4,240
Office expenses	3,207	8,340
Audit fees	500	500
Rentals	5,457	8,776
Membership conferences	1,608	1,546
Consultants fees	1,932	6,780
Photocopy expense	2,184	0
Purchase of fixed assets	2,242	10,175
Deficit of prior organization assumed	0	273
	-----	-----
	106,247	76,125
	-----	-----
EXCESS OF (EXPENDITURE OVER REVENUE) REVENUE OVER EXPENDITURE FOR THE YEAR	(4,653)	30,723
MEMBERS' EQUITY - Beginning of year	30,723	0
	-----	-----
MEMBERS' EQUITY - End of year	26,070	30,723
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

OTTAWA STREET BUSINESS IMPROVEMENT AREA

NOTE TO FINANCIAL STATEMENTS
for the year ended December 31, 1987

1. SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

Revenue and expenditure are recorded on the accrual basis. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

FIXED ASSETS

The historical cost and accumulated depreciation for fixed assets are not recorded. Fixed assets are reported as expenditures in the year of acquisition.

AUDITORS' REPORT

To the Board of Management of the
Westdale Business Improvement
Area, Members of Council, Inhabitants
and Ratepayers of the Corporation of
the City of Hamilton.

We have examined the balance sheet of the Westdale Business Improvement Area as at December 31, 1987 and the statement of revenue and expenditure and members' equity for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of the organization as at December 31, 1987 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in the Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Pannell Kerr MacGillivray

Hamilton, Ontario
February 24, 1988

PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

WESTDALE BUSINESS IMPROVEMENT AREA

BALANCE SHEET
as at December 31, 1987

	1987	1986
	\$	\$
ASSETS		
Current		
Cash	2,074	8,853
B.I.A. levies receivable	2,809	1,429
Prepaid expenses	169	143
Term deposit	9,000	0
	-----	-----
	14,052	10,425
	=====	=====
LIABILITIES AND MEMBERS' EQUITY		
Current		
Accounts payable and accrued liabilities	5,318	4,026
Accounts payable - City of Hamilton	1,830	1,452
	-----	-----
	7,148	5,478
MEMBERS' EQUITY	6,904	4,947
	-----	-----
	14,052	10,425
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

WESTDALE BUSINESS IMPROVEMENT AREA

STATEMENT OF REVENUE AND EXPENDITURE AND MEMBERS' EQUITY for the year ended December 31, 1987

	1987 \$	1986 \$
REVENUE		
B.I.A. assessment levy	15,856	12,977
Government grants	1,000	1,718
Interest revenue	541	395
Contributions from members	0	617
	-----	-----
	17,397	15,707
	-----	-----
EXPENDITURE		
Promotion	1,597	1,426
Christmas decorations	3,671	3,924
Wages	0	2,758
Employees deductions	0	119
Administration	0	1,200
Logo	0	375
Registration & travel - B.I.A. seminar	0	102
Audit fees	220	210
Printing and stationary	294	299
Insurance	427	237
Bank charges	13	24
Miscellaneous	375	86
Hydro	591	0
Consulting	2,550	0
Bad debts	400	0
Advertising	5,302	0
	-----	-----
	15,440	10,760
	-----	-----
EXCESS OF REVENUE OVER EXPENDITURE FOR THE YEAR	1,957	4,947
MEMBERS' EQUITY - Beginning of year	4,947	0
	-----	-----
MEMBERS' EQUITY - End of year	6,904	4,947
	=====	=====

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GOVERNMENT DOCUMENTS

THE CORPORATION OF THE CITY OF HAMILTON

WESTDALE BUSINESS IMPROVEMENT AREA

NOTE TO FINANCIAL STATEMENTS
for the year ended December 31, 1987

1. SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

Revenue and expenditure are recorded on the accrual basis. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

FIXED ASSETS

The historical cost and accumulated depreciation for fixed assets are not recorded. Fixed assets are reported as expenditures in the year of acquisition.

AUDITORS' REPORT

To the Board of Directors of The Hamilton
and Scourge Foundation, Inc., Members of Council,
Inhabitants and Ratepayers of the Corporation
of the City of Hamilton.

We have examined the balance sheet of The Hamilton and Scourge Foundation, Inc., as at December 31, 1987 and the statement of revenue and expenditure and accumulated deficit for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Foundation as at December 31, 1987 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Pannell Kerr MacGillivray

Hamilton, Ontario
March 25, 1988

PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON AND SCOURGE FOUNDATION, INC.

BALANCE SHEET
as at December 31, 1987

	1987 \$	1986 \$
ASSETS		
Accounts receivable	6,517	862
	-----	-----
	6,517	862
	=====	=====
LIABILITIES		
Current		
Loan payable - City of Hamilton (Note 2)	74,792	72,591
	-----	-----
EQUITY		
Accumulated deficit	(68,275)	(71,729)
	-----	-----
	6,517	862
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON AND SCOURGE FOUNDATION, INC.

STATEMENT OF REVENUE, EXPENDITURE AND ACCUMULATED DEFICIT
for the year ended December 31, 1987

	1987 \$	1986 \$
ACCUMULATED DEFICIT at the beginning of the year	(71,729)	(72,013)
REVENUE		
Donations	3,431	2,814
Government of Canada	11,552	4,037
Province of Ontario	5,000	0
Miscellaneous	1,814	913
	21,797	7,764
EXPENDITURE		
General operating		
Purchase of "Ghost Ships" books	0	3,409
General	214	256
Project expenses - Wintario	5,105	628
Canada works projects	11,231	3,187
Rindlisbacher Printing Project	1,793	0
	18,343	7,480
EXCESS OF REVENUE OVER EXPENDITURE FROM OPERATIONS	3,454	284
ACCUMULATED DEFICIT at the end of the year	(68,275)	(71,729)

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON AND SCOURGE FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS
for the year ended December 31, 1987

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Foundation are the representation of management prepared in accordance with accounting policies prescribed for Ontario municipalities and their local boards by the Ministry of Municipal Affairs. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgements.

(a) Accounting Entity

The Hamilton and Scourge Foundation, Inc. was incorporated on January 29, 1981 by letters patent as a corporation without share capital.

The purpose of the Foundation is to receive and disburse funds on behalf of the "Hamilton" and "Scourge" project, in accordance with the City of Hamilton Act, 1979. As such, the Foundation is accounted for separately from the "Hamilton" and "Scourge" project undertaken by the Corporation of the City of Hamilton, the financial activities of which are reported on the consolidated statement of operations of that municipality.

Upon the dissolution of the Foundation and after payment of all debts and liabilities, its remaining property shall be distributed or disposed of to The Corporation of the City of Hamilton.

(b) Basis of Accounting

Revenue and expenditure are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(c) Fixed Assets

The historical cost and accumulated depreciation for fixed assets are not recorded for financial statement purposes. Fixed assets are reported as an expenditure in the year of acquisition.

(d) Donations

Donations are recorded as revenue when received. Donations in kind are not recorded for financial statement purposes.

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON AND SCOURGE FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS - (Continued)
for the year ended December 31, 1987

2. LOAN PAYABLE TO THE CORPORATION OF THE CITY OF HAMILTON

On May 25, 1982, The Corporation of the City of Hamilton approved a loan to The Hamilton and Scourge Foundation, Inc. to a maximum of \$75,000. The loan is interest free and due on demand.

AUDITORS' REPORT

To the Shareholders of
Hamilton Housing Company Limited.

We have examined the balance sheet of Hamilton Housing Company Limited as at December 31, 1987 and the statement of revenue and expenditure and statement of continuity of reserves for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Company as at December 31, 1987 and the results of its operations and the continuity of its reserves for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Hamilton, Ontario
April 18, 1988

Pannell Kerr MacGillivray

PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON HOUSING COMPANY LIMITED

(which owns and operates Macassa Park Apartments
and Ada Pritchard Court Apartments for Senior Citizens)

BALANCE SHEET

as at December 31, 1987

	1987 \$	1986 \$
ASSETS		
Current		
Due from City of Hamilton revenue fund	97,274	88,779
Accounts receivable	678	223
	-----	-----
	97,952	89,002
	-----	-----
Fixed		
Land	20,200	20,200
Building	391,291	391,291
Equipment	17,976	17,976
	-----	-----
	429,467	429,467
Less - accumulated depreciation	126,058	117,694
	-----	-----
	303,409	311,773
	-----	-----
	401,361	400,775
	=====	=====
LIABILITIES, RESERVES AND EQUITY		
Current		
Accounts payable	12,408	2,281
Tenants' guarantee deposits	40	40
	-----	-----
	12,448	2,321
	-----	-----
Mortgage Payable (Note 2)		
Canada Mortgage and Housing Corporation -		
Macassa Park Apartments, 3-3/4%,		
maturing 1997	27,874	30,133
Ada Pritchard Court Apartments, 5-7/8%,		
maturing 2001	135,568	141,673
	-----	-----
	163,442	171,806
	-----	-----
RESERVES		
Reserve for building repairs and improvements	22,825	40,345
Reserve for operations	62,679	46,336
	-----	-----
	85,504	86,681
	-----	-----
EQUITY		
Capital stock - authorized		
2,000 shares without par value		
(Dividends limited to \$2.50		
per share) -- \$100,000		
Stated - 1,190 shares at \$50	59,500	59,500
	-----	-----
Capital surplus -		
Province of Ontario - subsidies	30,500	30,500
City of Hamilton - grants	31,700	31,700
Capital cost of projects financed		
from operations	18,267	18,267
	-----	-----
	80,467	80,467
	-----	-----
Total Equity	139,967	139,967
	-----	-----
	401,361	400,775
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON HOUSING COMPANY LIMITED

(which owns and operates Macassa Park Apartments
and Ada Pritchard Court Apartments for Senior Citizens)

STATEMENT OF REVENUE AND EXPENDITURE for the year ended December 31, 1987

	1987 \$	1986 \$
REVENUE		
Rentals - apartments	159,289	144,223
- laundry equipment	2,467	2,254
City of Hamilton - contribution	6,869	3,836
Province of Ontario - contribution	18,755	21,065
	-----	-----
	187,380	171,378
	-----	-----
EXPENDITURE		
Operating		
Wages - caretaker	18,362	12,602
Insurance	1,180	1,129
Realty taxes	47,045	42,527
Water rates	4,595	3,786
Light and power	12,612	11,482
Heating	18,249	17,668
Maintenance - grounds	13,145	11,573
- buildings	14,343	11,903
Administration fee	11,072	11,515
Window cleaning	1,360	1,360
Rental - laundry equipment	2,368	2,277
Cleaning supplies	920	870
Telephone and telegraph	270	270
Unclassified	583	595
Depreciation on fixed assets		
- at amount of mortgage		
principal repayments	8,364	7,938
Mortgage interest	9,344	9,770
	-----	-----
	163,812	147,265
	-----	-----
Transfer to Reserves	23,568	24,113
	-----	-----
	187,380	171,378
	-----	-----
EXCESS OF REVENUE OVER EXPENDITURE FOR THE YEAR		
	0	0
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON HOUSING COMPANY LIMITED
(which owns and operates Macassa Park Apartments and
Ada Pritchard Court Apartments for Senior Citizens)

NOTES TO FINANCIAL STATEMENTS
for the year ended December 31, 1987

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the company are the representation of management prepared in accordance with accounting policies prescribed for Ontario municipal housing companies by the Ministry of Municipal Affairs. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgements.

(a) BASIS OF ACCOUNTING

Revenue and expenditure are reported on the accrual basis of accounting with the exception of interest on long term liabilities which is charged against operations in the periods in which it is paid.

The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(b) FIXED ASSETS AND DEPRECIATION

The land, building and equipment acquired with the proceeds from capital contributions and long term debt are recorded at original cost. To the extent that the fixed assets so acquired were financed from the proceeds of long term debt, they are being amortized at an amount equal to the mortgage principal payments over the terms of the mortgages. The balance of the fixed assets represented by the capital contributions are not being amortized and will be carried on the balance sheet indefinitely.

The cost of replacement equipment and major building repairs are charged to the reserve for building repairs and improvements in the year of occurrence.

2. MORTGAGE PAYABLE

As per agreement with Canada Mortgage and Housing Corporation, the Hamilton Housing Company Limited is required to make blended mortgage payments due June 1 and December 1 of each year to the maturity date of the mortgage instruments. The principal payments for the next five years are as follows:

Year	Macassa Park Apartments	Ada Pritchard Court Apartments
	\$	\$
1988	2,345	6,468
1989	2,433	6,854
1990	2,526	7,263
1991	2,621	7,696
1992	2,721	8,155
and thereafter	15,228	99,132
	27,874	135,568
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON HOUSING COMPANY LIMITED
(which owns and operates Macassa Park Apartments
and Ada Pritchard Court Apartments for Senior Citizens)

STATEMENT OF CONTINUITY OF RESERVES
for the year ended December 31, 1987

	Total \$	Reserve for Building Repairs and Improvements \$	Reserve for Operations \$
BALANCE AT DECEMBER 31, 1986	86,681	40,345	46,336
REVENUE			
Contribution from Revenue Fund	23,568	7,000	16,568
	-----	-----	-----
	110,249	47,345	62,904
EXPENDITURE			
Renovations	24,745	24,520	225
	-----	-----	-----
BALANCE AT DECEMBER 31, 1987	85,504	22,825	62,679
	=====	=====	=====

AUDITORS' REPORT

To the Members of Council,
Inhabitants, and Ratepayers
of The Corporation of the
City of Hamilton.

We have examined the balance sheet of the Hamilton Municipal Retirement Fund as at December 31, 1987 and the statements of reserve for pensions and reserve for pensions payable pursuant to the terms of a previous plan or fund for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Hamilton Municipal Retirement Fund as at December 31, 1987, and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Pannell Kerr MacGillivray

Hamilton, Ontario
April 27, 1988

PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON MUNICIPAL RETIREMENT FUND

BALANCE SHEET

for the year ended December 31, 1986

	1987 \$	1986 \$
ASSETS		
Cash	189,778	914,327
Due from City of Hamilton	26,052	0
Account receivable (National Trust)	0	101,534
Investments		
Short term	20,788,615	9,042,731
Bonds		
Federal	6,994,884	7,864,073
Provincial	9,869,070	6,182,938
Municipal	4,771,430	11,254,973
Corporate	18,537,759	22,687,687
	40,173,143	47,989,671
Mortgages	269,860	272,115
Leaseback arrangements	1	1
Stocks - common	33,504,058	30,831,033
- preferred	1,677,956	1,356,121
	35,451,875	32,459,270
Total Investments (note 3)	96,413,633	89,491,672
Accrued income on investments	1,315,326	1,561,591
	97,944,789	92,069,124
LIABILITIES		
Payable to City of Hamilton	0	46,640
Payable to O.M.E.R.S.		
- Annual transfer payment	2,088,420	0
Liability for prior service agreement		
- O.M.E.R.S. transfer (note 5)	17,455,200	18,288,367
Reserves		
For pensions payable pursuant to the terms of a previous plan or fund - employer's and employees' contribution subsequent to January 1, 1957, on behalf of members of a previous plan or fund who have not elected to participate in the "standard" terms.	5,197	5,197
For pensions	78,395,972	73,728,920
	97,944,789	92,069,124

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON MUNICIPAL RETIREMENT FUND

NOTES TO THE FINANCIAL STATEMENTS as at December 31, 1987

1. DESCRIPTION OF THE FUND

The Hamilton Municipal Retirement Fund (H.M.R.F.) was established effective January 1, 1957 under the authority of By-Law No. 7970 of the Corporation of the City of Hamilton.

All accumulated pension funds in respect of earlier pension plans were transferred to the H.M.R.F. with the exception of those for the Government Annuities Branch contracts which are restricted in this respect.

The funds remitted prior to January 1, 1957 to the Government Annuities Branch are not reflected on the balance sheet of the H.M.R.F. The amounts relating to plan members as at the year end are \$ 15,975 (1986 - \$272,199).

Past service benefits for \$489,450, debentured in 1953 and remitted to the Government Annuities Branch are also not reflected on these statements. The amounts relating to plan members as at year end are \$51 (1986 - \$51).

In accordance with a provision of the Ontario Municipal Employees Retirement System (O.M.E.R.S.) from July 1, 1965, all new employees of the Corporation of the City of Hamilton are included under O.M.E.R.S. rather than the H.M.R.F. As a consequence, the membership of the H.M.R.F. has become closed to new entrants and will decrease as existing members terminate.

2. ACCOUNTING POLICIES

The financial statements of the Fund are the representation of management prepared in accordance with generally accepted accounting principles. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgements.

(a) Basis of Accounting

The accounts of the Fund are maintained on the accrual basis of accounting. Accordingly, dividend and interest income is accounted for as earned rather than when received.

(b) Investments

The investments of the Fund are held by the Royal Trust Company.

Investments are recorded at cost, except for mortgages which are recorded at the principal amount outstanding.

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON MUNICIPAL RETIREMENT FUND

NOTES TO THE FINANCIAL STATEMENTS - (Continued)
as at December 31, 1987

3. MARKET VALUE OF INVESTMENTS

The total of investments recorded on the balance sheet at cost have a market value of \$ 100,543,843 as at the end of the year. (The 1986 comparative amount is \$99,253,819.)

4. ACTUARIAL INFORMATION

The statements show only the financial position of the fund and do not purport to show the adequacy of the Fund to meet the obligations of the retirement plan. The date of the last actuarial valuation of the plan was December 31, 1986.

The plan was in a surplus position as at that date.

5. LIABILITY FOR PRIOR SERVICE AGREEMENT

The liability is being amortized over 15 years and bears interest of 7% per annum. Blended interest and principal payments of \$2,088,420 are due yearly on December 31st. Commencing January 31, 1988, payments will be made on a monthly basis conforming with recent changes to the Pension Benefits Act.

Principal repayments are as follows:

	\$
1988	866,667
1989	927,334
1990	992,247
1991	1,061,704
1992	1,135,023
Subsequent	12,472,225

	17,455,200
	=====

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON MUNICIPAL RETIREMENT FUND

STATEMENT OF RESERVE FOR PENSIONS for the year ended December 31, 1987

	1987 \$	1986 \$
Balance at the beginning of the year	73,728,920	67,655,858
REVENUE		
Contributions		
Employer	438,049	517,574
Employee	566,296	618,668
	1,004,345	1,136,242
Income from investments	10,135,460	11,477,860
	11,139,805	12,614,102
EXPENSES		
Pension payments	4,897,672	4,750,913
Contributions refunded, "standard" terms only due to resignations and deaths and overtime contributions	0	89,789
Administrative expenses	319,828	324,668
Commutated pensions	0	8,242
Employer contributions - 35 Years Paid Up	0	8,000
Interest expense - O.M.E.R.S.	1,255,253	1,354,838
Other expenses	0	4,590
	6,472,753	6,541,040
Balance at the end of the year	78,395,972	73,728,920

THE CORPORATION OF THE CITY OF HAMILTON

THE HAMILTON MUNICIPAL RETIREMENT FUND

STATEMENT OF RESERVE FOR PENSIONS
PAYABLE PURSUANT TO THE TERMS OF
A PREVIOUS PLAN OR FUND
for the year ended December 31, 1987

	1987 \$	1986 \$
Balance at the beginning of the year	5,197	5,197
EXPENSES		
Transfer to Hamilton-Wentworth Retirement Fund	0	0
Balance at the end of the year	5,197	5,197

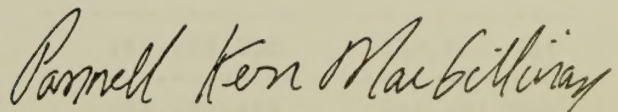
AUDITORS' REPORT

To the Members of the Hydro-Electric Power Commission,
Members of Council, Inhabitants and Ratepayers
of the Corporation of the
City of Hamilton.

We have examined the balance sheet of the Hamilton Hydro-Electric System as at December 31, 1987 and the statements of operations and utility equity and changes in cash resources for the year then ended. Our examination was made in accordance with generally accepted auditing standards and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Hamilton Hydro-Electric System as at December 31, 1987 and the results of its operations and the changes in its cash resources for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Hamilton, Ontario
April 8, 1988



PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON HYDRO-ELECTRIC SYSTEM

BALANCE SHEET
AS AT DECEMBER 31, 1987

	1987 \$	1986 \$
ASSETS		
CURRENT		
Cash (note 3)	8,755,975	9,470,684
Accounts receivable (note 4)	17,831,982	16,293,856
Inventories (note 5)	4,180,761	3,951,818
Other current assets (note 6)	7,101,073	6,412,810
	-----	-----
	37,869,791	36,129,168
	-----	-----
OTHER		
Collateral funds	19,000	25,500
	-----	-----
FIXED		
Plant and equipment (note 2)	83,357,767	76,408,533
Construction in progress	50,487	52,043
	-----	-----
	83,408,254	76,460,576
	-----	-----
EQUITY IN ONTARIO HYDRO	164,195,386	150,816,461
	-----	-----
	285,492,431	263,431,705
	=====	=====
LIABILITIES & EQUITY		
CURRENT		
Payables and accruals	21,022,997	18,374,724
Current portion of deposits	1,623,143	1,221,930
Current portion of vested sick leave	140,000	125,000
	-----	-----
	22,786,140	19,721,654
	-----	-----
OTHER		
Deposits	283,400	194,700
Collateral funds liability	19,000	25,500
Vested sick leave	455,351	573,646
	-----	-----
	757,751	793,846
	-----	-----
DEFERRED CREDITS		
Contributed capital (note 7)	1,218,437	837,824
	-----	-----
UTILITY EQUITY (note 8)	96,534,717	91,261,920
	-----	-----
EQUITY IN ONTARIO HYDRO	164,195,386	150,816,461
	-----	-----
	285,492,431	263,431,705
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON HYDRO-ELECTRIC SYSTEM

STATEMENT OF OPERATIONS AND UTILITY EQUITY FOR THE YEAR ENDING DECEMBER 31, 1987

	1987 \$	1986 \$
SERVICE REVENUE (note 9)	252,299,910	233,314,081
SERVICE REVENUE ADJUSTMENT (note 10)	751,316	229,578
	253,051,226	233,543,659
COST OF POWER	234,764,702	217,280,603
GROSS MARGIN ON SERVICE REVENUE	18,286,524	16,263,056
OTHER OPERATION REVENUE (note 11)	2,859,440	2,833,533
	21,145,964	19,096,589
EXPENSES		
Transmission and transformation	1,340,205	1,256,232
Overhead distribution	1,396,145	1,591,401
Underground distribution	965,827	889,489
Line transformers	152,488	152,312
Meters	791,448	825,761
Consumers' premises	725,306	741,028
Water heaters	241,872	244,425
Customer services	182,545	184,896
Billing and collecting	3,787,737	3,595,884
Administrative	2,507,004	2,328,921
Interest	72,138	10,702
Bad debts	165,571	135,907
Depreciation (less amortization of contributed capital \$43,889; 1986 - \$26,909)	3,904,881	3,031,988
	16,233,167	14,988,946
NET INCOME FOR THE YEAR	4,912,797	4,107,643
UTILITY EQUITY, BEGINNING OF YEAR	91,261,920	87,011,777
CONTRIBUTED CAPITAL RECEIVED IN YEAR IN RESPECT OF STREET LIGHTING PLANT STILL OWNED BY UTILITY (note 8)	360,000	142,500
UTILITY EQUITY, END OF YEAR	96,534,717	91,261,920
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON HYDRO-ELECTRIC SYSTEM

STATEMENT OF CHANGES IN CASH RESOURCES FOR THE YEAR ENDED DECEMBER 31, 1987

	1987 \$	1986 \$
CASH DERIVED FROM (APPLIED TO) OPERATIONS		
Net income for the year	4,912,797	4,107,643
Add (deduct) non-cash items -		
Depreciation provision	4,186,249	3,249,735
Amortization of contributed capital	(43,889)	(26,909)
Gain on disposal of fixed assets	(63,810)	(7,848)
Vested sick leave	18,942	32,700
	-----	-----
Working capital derived from operations	9,010,289	7,355,321
Decrease (increase) in working capital -		
Accounts receivable	(1,538,126)	(1,039,351)
Inventories	(228,943)	(428,807)
Other current assets	(688,263)	(484,060)
Payables and accruals	2,648,273	(353,920)
	-----	-----
	9,203,230	5,049,183
	-----	-----
CASH DERIVED FROM (APPLIED TO) INVESTMENT ACTIVITIES		
Proceeds on disposal of fixed assets	65,365	39,428
Additions to fixed assets	(11,135,483)	(7,883,174)
	-----	-----
	(11,070,118)	(7,843,746)
	-----	-----
CASH DERIVED FROM (APPLIED TO) FINANCING ACTIVITIES		
Capital contributions received	424,503	272,958
Street light capital contributions received	360,000	142,500
Deposits	489,913	217,184
Vested sick leave	(122,237)	(221,081)
	-----	-----
	1,152,179	411,561
	-----	-----
NET (DECREASE) INCREASE IN CASH RESOURCES DURING THE YEAR	(714,709)	(2,383,002)
CASH RESOURCES - BEGINNING OF YEAR	9,470,684	11,853,686
	-----	-----
CASH RESOURCES - END OF YEAR	8,755,975	9,470,684
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON HYDRO-ELECTRIC SYSTEM

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 1987

1. ACCOUNTING POLICIES

(a) Financial Statements

The financial statements have been prepared in accordance with accounting principles for municipal electrical utilities in Ontario as required by Ontario Hydro under the authority of Section 96 of The Power Corporations Act and reflect the following policies as set forth in the manual "Accounting for Municipal Electrical Utilities in Ontario".

(b) Revenue Recognition

Service revenue is recorded on the basis of regular meter readings and estimates of customer usage since the last meter reading date to the end of the year.

(c) Inventory Valuation

The inventory of materials and reels is valued at average cost.

(d) Depreciation

Plant depreciation is provided in accordance with the recommendations of Ontario Hydro. Capital assets in service at December 31, 1979 are being depreciated on a straight-line basis over their expected remaining useful life. Acquisitions from January 1, 1986 (except for street lighting) are depreciated on a straight-line basis, generally using the following rates:

Buildings - brick	60 years
- other	30 years
Substation equipment	30 years
Overhead distribution	25 years
Underground distribution	25 years
Transformers	25 years
Meters	25 years
Office equipment	10 years
Computer equipment	5 years
Rolling stock - automobiles	4 years
- trucks under 3 tons	5 years
- trucks over 3 tons	8 years
Miscellaneous equipment	10 years
Radio equipment	10 years
Water heater equipment	8 years
Store dept. equipment	10 years
Systems supervisory equipment	25 years

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON HYDRO-ELECTRIC SYSTEM

NOTES TO FINANCIAL STATEMENTS - (Continued)
FOR THE YEAR ENDED DECEMBER 31, 1987

1. ACCOUNTING POLICIES - (Continued)

(d) Depreciation (Continued)

Acquisitions from January 1, 1980 to December 31, 1985 are depreciated on a straight-line basis, using January 1, 1986 rates except for:

Substation equipment	35 years
Underground distribution	40 years
Transformers	30 years
Meters	35 years

Depreciation of street lighting is determined by the sinking fund method using 2% annual provision and 5-1/2% interest improvement.

2. PLANT AND EQUIPMENT

	Cost \$	1987		1986
		Accumulated Depreciation \$	Net Book Value \$	Net Book Value \$
Plant -				
Land	876,327	-	876,327	876,327
Buildings	10,287,689	3,221,770	7,065,919	7,195,237
Substation equipment	6,242,056	3,361,317	2,880,739	2,489,261
Overhead distribution	14,892,801	6,598,796	8,294,005	7,835,160
Underground distribution	49,685,813	10,749,477	38,936,366	35,338,661
Transformers	15,034,557	4,872,088	10,162,469	8,972,511
Meters	8,058,564	2,226,171	5,832,393	5,532,490
	105,077,807	31,029,619	74,048,218	68,239,647
Street lighting	8,378,733	2,118,505	6,260,228	5,831,002
Office equipment	497,564	318,456	179,108	168,224
Computer equipment	430,960	338,391	92,569	116,511
Rolling equipment	2,610,693	1,118,188	1,492,505	904,060
Miscellaneous and Radio equipment	574,034	306,970	267,064	241,752
Water heater equipment	1,535,689	678,569	857,120	733,414
Stores department equipment	82,240	54,253	27,987	27,913
Systems supervisory equipment	293,192	160,224	132,968	146,010
	119,480,912	36,123,175	83,357,767	76,408,533
	=====	=====	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON HYDRO-ELECTRIC SYSTEM

NOTES TO FINANCIAL STATEMENTS - (Continued)
FOR THE YEAR ENDED DECEMBER 31, 1987

	1987	1986
	\$	\$
3. CASH		
Petty cash & change funds	8,230	8,230
Cash in transit and on deposit at The Canadian Imperial Bank of Commerce	8,747,745	3,387,454
Time deposit - The Canadian Imperial Bank of Commerce	-	6,075,000
	-----	-----
	8,755,975	9,470,684
	=====	=====

4. ACCOUNTS RECEIVABLE		
Electrical energy	17,610,116	16,069,514
Miscellaneous	249,766	249,642
	-----	-----
	17,859,882	16,319,156
Allowance for doubtful accounts	27,900	25,300
	-----	-----
	17,831,982	16,293,856
	=====	=====

5. INVENTORIES		
Materials	4,066,577	3,855,202
Reels	106,382	85,653
Postage	7,802	10,963
	-----	-----
	4,180,761	3,951,818
	=====	=====

6. OTHER CURRENT ASSETS		
Unbilled revenue	6,454,129	5,886,578
Prepaid insurance	163,180	163,118
Interest accrued on time deposit	36,981	32,624
Work chargeable in progress	429,783	313,490
Deposit - Workers' Compensation Board	17,000	17,000
	-----	-----
	7,101,073	6,412,810
	=====	=====

7. CONTRIBUTED CAPITAL

In certain cases, non-refundable required contributions are received in aid of construction or the acquisition of fixed assets. Amortization of these contributions is calculated at the same rate as for the fixed assets to which they relate.

	1987	1986
	\$	\$
Contributed capital subject to amortization after January 1, 1980	1,337,099	912,596
Less amortization to-date	118,662	74,772
	-----	-----
	1,218,437	837,824
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON HYDRO-ELECTRIC SYSTEM

NOTES TO FINANCIAL STATEMENTS - (Continued)
FOR THE YEAR ENDED DECEMBER 31, 1987

8. UTILITY EQUITY

If and when the ownership of streetlight facilities is transferred to the municipal corporation, accumulated contribution in respect to the streetlight plant shall be transferred with the plant.

As at December 31, 1987, the amount of accumulated contribution in respect of streetlight facilities amounted to \$896,716 (1986 - \$536,715) and is included in utility equity.

	1987	1986
9. SERVICE REVENUE	\$	\$
Domestic	52,269,315	48,041,586
Commercial	38,678,130	35,398,128
Industrial	160,078,508	148,672,966
Street Lighting	1,273,957	1,201,401
	-----	-----
	252,299,910	233,314,081
	=====	=====

10. SERVICE REVENUE ADJUSTMENT

Unbilled revenue, beginning of year	5,886,578	5,657,000
Unbilled revenue, end of year	6,454,129	5,886,578
	-----	-----
	567,551	229,578
Prior year billing adjustment	183,765	-
	-----	-----
	751,316	229,578
	=====	=====

11. OTHER OPERATING REVENUE

Street lighting - capital recovery	691,888	682,056
Water heater rentals	433,768	425,786
Penalty charges	651,359	584,948
Poles rentals	137,838	136,924
Profit on sale of material and/or services	26,544	17,531
Interest earned	625,658	785,251
Building and other rentals	35,643	34,369
Reconnection charges	12,108	10,632
Gain on disposal of fixed assets	63,810	7,848
Collection charges	18,117	14,471
Sale of scrap material	116,660	94,391
Miscellaneous	46,047	39,326
	-----	-----
	2,859,440	2,833,533
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

HAMILTON HYDRO-ELECTRIC SYSTEM

NOTES TO FINANCIAL STATEMENTS - (Continued)
FOR THE YEAR ENDED DECEMBER 31, 1987

12. STATISTICS

	1987	1986
Kilowatt hours sold	5,928,958,541	5,858,668,007
Average kilowatt demand purchased	859,206.2	838,618.3
Annual effective rate per kilowatt demand after thirteenth power account	\$273.2	\$259.09
Rate per thousand kilowatt hours purchased	\$19.60	\$18.70
Thirteenth power account receivable (payable)	(\$13,118)	\$598,749
Excess of revenue over expenditure	\$4,912,797	\$4,107,643
Customers	122,536	120,812

13. COMPARATIVE FIGURES

Certain 1986 comparative figures have been reclassified in order to conform with the financial statement presentation adopted for 1987.

AUDITORS' REPORT

To the Directors of Municipal Non-Profit
(Hamilton) Housing Corporation.

We have examined the balance sheet of Municipal Non-Profit (Hamilton) Housing Corporation as at December 31, 1987 and the statement of operations - shelter and the replacement reserve fund statement of continuity for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Corporation as at December 31, 1987 and the results of its operations and the continuity of its reserve fund for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements, applied on a basis consistent with that of the preceding year.

Pannell Kerr MacGillivray

Hamilton, Ontario
May 4, 1988

PANNELL KERR MACGILLIVRAY
Chartered Accountants

THE CORPORATION OF THE CITY OF HAMILTON

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

BALANCE SHEET

as at December 31, 1987

	1987 \$	1986 \$
ASSETS		
Current		
Cash	7,744	30,609
Prepaid expenses	0	7,986
Accounts receivable	65,885	3,417
Rents receivable	9,129	2,021
Investments - deposit receipts	30,000	0
Due from City of Hamilton	39,479	0
Interest on deposits	245	0
Mortgages receivable	1,335,145	0
	-----	-----
	1,487,627	44,033
	-----	-----
Cash of the replacement reserve fund	19,247	4,688
	-----	-----
Fixed		
Land	1,747,466	376,796
Buildings	8,881,460	2,053,749
Equipment	170,383	44,549
	-----	-----
	10,799,309	2,475,094
Less - accumulated depreciation	19,914	10,352
	-----	-----
	10,779,395	2,464,742
Housing projects in progress	97,607	89,163
	-----	-----
	10,877,002	2,553,905
	-----	-----
	12,383,876	2,602,626
	=====	=====
LIABILITIES AND FUND BALANCES		
Current		
Accounts payable	738,367	23,155
Holdbacks payable	655,268	60,000
Tenants' guarantee deposits	38,563	13,830
Due to City of Hamilton	0	39,795
Advances from tenants	2,298	0
Government contribution refundable	32,271	14,910
	-----	-----
	1,466,767	151,690
	-----	-----
Loan payable (note 2)	28,100	30,250
	-----	-----
Mortgages Payable (note 3)		
Metropolition Trust Company		
Loan 390070 - 722 Upper Paradise Road		
11.75% maturing 1991	2,469,891	2,415,998
Loan 391508 - Limeridge Road/Upper Sherman		
11.25% maturing 1992	4,015,948	0
Loan 391516 - Upper Wentworth Street		
11.25% maturing 1992	4,383,923	0
	-----	-----
	10,869,762	2,415,998
	-----	-----
FUND BALANCES		
Replacement reserve fund	19,247	4,688
	-----	-----
	12,383,876	2,602,626
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

STATEMENT OF OPERATIONS - SHELTER for the year ended December 31, 1987

	1987 \$	1986 \$
REVENUE		
Rentals - tenants	262,422	107,026
Rent supplements - Government of Canada	203,897	80,059
- Province of Ontario	37,497	16,485
Other revenue	639	121
	-----	-----
	504,455	203,691
	-----	-----
EXPENSES		
Labour and related costs		
Salaries and wages	690	582
Benefits	1,583	1,227
Custodian's rent	7,072	4,560
	-----	-----
	9,345	6,369
	-----	-----
Maintenance, materials and services		
Roofing	31	134
Building - general	23,685	3,076
Electrical systems	609	428
Grounds	8,142	2,503
Equipment	926	4,376
Other	761	1,181
	-----	-----
	34,154	11,698
	-----	-----
Utilities		
Electricity	3,207	1,082
Water	7,025	1,268
	-----	-----
	10,232	2,350
	-----	-----
Property		
Insurance	11,083	4,505
Municipal taxes	90,901	40,404
Depreciation of building		
- at amount of mortgage		
principal repayment	9,562	10,352
Mortgage interest	270,065	86,648
	-----	-----
	381,611	141,909
	-----	-----
Administration		
Management fee - East Kiwanis	15,308	10,000
- Housing staff	2,116	8,722
Bad debts	4,000	2,285
Other	859	760
	-----	-----
	22,283	21,767
	-----	-----
Transfer to Replacement Reserve Fund	14,559	4,688
	-----	-----
	472,184	188,781
	-----	-----
Excess of revenue over expenses	32,271	14,910
Excess of revenue over expenses refundable to government agencies	(32,271)	(14,910)
	-----	-----
Net operating income	0	0
	=====	=====

THE CORPORATION OF THE CITY OF HAMILTON

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

NOTES TO FINANCIAL STATEMENTS

for the year ended December 31, 1987

1. ACCOUNTING POLICIES

The financial statements of the Corporation are the representation of management prepared in accordance with accounting policies acceptable for non-profit housing corporations. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgments.

BASIS OF ACCOUNTING

- (i) Revenue and expenses are recorded on the accrual basis of accounting with the exception of principal and interest charges on the mortgage payable which are charged against operations in the periods in which they are paid.
- (ii) The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.
- (iii) Fixed assets are recorded at original cost. Depreciation is charged at an amount equal to the mortgage principal reduction. Replacement of equipment and major repairs are not capitalized but charged to a reserve fund in the year of acquisition.
- (iv) Housing projects that are in the process of being constructed and which will be financed with the proceeds from long term debt, have been capitalized at the year end. No depreciation will be taken on these projects until they are completed and the financing has been obtained.
- (v) In keeping with the mandate of the Municipal Non-Profit Housing Corporations, the objective is to provide affordable housing with no intention of profit realization. Any operating surplus of revenue over expenditures is refundable to the government agencies that are supplementing rentals. Likewise, any deficit is recoverable from these agencies.

2. LOAN PAYABLE

The loan is a non interest bearing advance from the Ontario Housing Corporation to be used to cover start up costs incurred on new housing projects. The loan is repayable six months subsequent to the interest adjustment date of the housing project.

3. MORTGAGES PAYABLE

As per agreement with Metropolitan Trust Company of Canada, the Municipal Non-Profit (Hamilton) Housing Corporation is required to make blended interest and principal payments of \$24,250, due the first day of each month to the maturity date of the mortgage instruments for the mortgage on 772 Upper Paradise. Payments for the other mortgages commence in 1988. The principal payments for each mortgage for the next five years are as follows:

THE CORPORATION OF THE CITY OF HAMILTON

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

NOTES TO FINANCIAL STATEMENTS - (Continued)
for the year ended December 31, 1987

3. MORTGAGE PAYABLE - (Continued)

Agreement No.	390070	391508	391516
~~~~~	~~~~~	~~~~~	~~~~~
Location	772	580	470
	Upper	Limeridge	Stone
	Paradise	East	Church E.
	2,469,891	4,098,595	4,423,943
Interest Rate	11.75%	11.25%	11.25%
1988	8,062	10,512	11,347
1989	9,037	11,728	12,659
1990	10,130	13,085	14,124
1991	2,442,662	14,598	15,757
1992		4,048,672	4,370,056
	-----	-----	-----
	2,469,891	4,098,595	4,423,943
	=====	=====	=====

### 4. SECURITY GIVEN

The mortgages payable in respect of 772 Upper Paradise, 580 Limeridge E., and 470 Stone Church E. are secured by way of a first mortgage on the land and premises, the general assignment of rents and leases and a chattel mortgage.

### 5. REPLACEMENT RESERVE FUND

The amount of revenue used or set aside for the replacement reserve fund as well as the use and disposition of the reserve fund requires approval from the Ministry of Housing. The reserve fund is required to be funded annually.

### 6. COMMITMENTS AND SUBSEQUENT EVENTS

The Housing Corporation has, subsequent to the balance sheet date, signed an offer to purchase property 1781 King Street East in the amount of \$135,000.

The Corporation of the City of Hamilton on behalf of the Corporation has purchased two properties at 89 Century Street and 75 Wentworth Street North at estimated costs of \$25,000 & \$167,500 respectively plus related costs. Construction has commenced in 1988.

### 7. INCORPORATION

The Corporation was incorporated under letters patent dated March 13, 1985 as a corporation without share capital.





# THE CORPORATION OF THE CITY OF HAMILTON

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

NOTES TO FINANCIAL STATEMENTS - (Continued)  
for the year ended December 31, 1987

## 8. INTEREST ADJUSTMENT DATE

The statement of operations covers the period from the interest adjustment date to December 31, 1987. All operating costs incurred on the project to the interest adjustment date less all revenues received to that date were capitalized as fixed assets. The interest adjustment dates were determined by the Ministry of Housing as follows and represent the date on which the term of the mortgage commences:

1. 772 Upper Paradise - July 29, 1986
2. 580 Limeridge East - December 1, 1987
3. 470 Stone Church East- January 1, 1988





THE CORPORATION OF THE CITY OF HAMILTON

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

REPLACEMENT RESERVE FUND STATEMENT OF CONTINUITY  
for the year ended December 31, 1987

	1987 \$	1986 \$
ASSETS		
Cash	19,247	4,688
	=====	=====
RESERVES		
Balance at beginning of year	4,688	
Provision	14,559	4,688
	-----	-----
Balance at end of year	19,247	4,688
	=====	=====





# THE CORPORATION OF THE CITY OF HAMILTON

## MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

### SCHEDULE OF ADMINISTRATION EXPENSES - SHELTER AND NON-SHELTER for the year ended December 31, 1987

	1987 \$	1986 \$
Bad debts	4,000	2,285
Other	859	760
Management fees	17,424	18,722
Total administrative expenses	22,283	21,767
	=====	=====

### SCHEDULE OF SALARIES, WAGES AND EMPLOYEE BENEFITS - SHELTER AND NON-SHELTER for the year ended December 31, 1987

	1987 \$	1986 \$
Administration	2,273	1,809
Caretaking staff	7,072	4,560
Total salaries, wages and employee benefits	9,345	6,369
	=====	=====

### SCHEDULE OF GOVERNMENT CONTRIBUTIONS AND FINAL SETTLEMENT for the year ended December 31, 1987

	1987 \$	1986 \$
Net project operating losses	209,123	81,634
Maximum Federal assistance	203,897	80,059
Surplus/(deficit) after maximum Federal assistance	(5,226)	(1,575)
Maximum Provincial assistance	203,897	80,059
Actual Provincial assistance required	5,226	1,575
Total maximum Federal and Provincial assistance required	209,123	81,634
Total government contributions received	241,394	96,544
Total payable	(32,271)	(14,910)
	=====	=====







*The Corporation of the*  
**CITY OF HAMILTON**  
HAMILTON, ONTARIO

# **FINANCIAL INFORMATION RETURN**

# **1987**





1987 FINANCIAL INFORMATION RETURN

MUNICIPALITY: City of Hamilton

in the Region, County or District of: Hamilton-Wentworth

DECLARATION OF THE MUNICIPAL TREASURER

Pursuant to the determination of grants under the Ontario Unconditional Grants Act, and to the information required by the Province under the Municipal Affairs Act, the following schedules are attached:

	Attached
1 Analysis of Revenue Fund Revenues	X
2LT Analysis of Taxation	X
2UT Analysis of Upper Tier Requisitions and Direct Charges	—
2MA Analysis of Taxation in Merged Areas	—
3 Analysis of Current Revenue for Specific Functions	X
4 Analysis of Revenue Fund Expenditures	X
5 Analysis of Capital Operations	X
6 Analysis of Capital Grants and Own Expenditures	X
7 Analysis of Net Long Term Liabilities By Function	X
8 Analysis of Long Term Liabilities and Commitments	—
9LT Continuity of Upper Tier and School Board Levies	X
10 Continuity of Reserves and Reserve Funds	X
11 Analysis of Consolidated Year End Balances	—
12 Statistical Data	X
13 Grant Information	X
14 Grant Information	—

The schedules have been drawn up in accordance with the instructions provided by the Ministry of Municipal Affairs. They represent the consolidated financial activities of the municipality, all local boards, including joint boards where applicable and any other local corporate entities set up by the municipality to provide services to ratepayers. The consolidated local boards and entities are:

- . Hamilton Entertainment and Convention Facilities, Inc.
- . Hamilton Public Library Board
- . The Parking Authority of the City of Hamilton
- . Concession Street Business Improvement Area
- . Downtown Hamilton Business Improvement Area
- . International Village Business Improvement Area
- . Jamesville Business Improvement Area
- . Ottawa Street Business Improvement Area
- . Westdale Business Improvement Area
- .
- .
- .
- .

Trust funds administered by the municipality and its local boards, harbour commissions, humane societies, municipal non-profit housing corporations, provincial-municipal housing authorities, sinking funds, retirement or pension plan funds, school boards, conservation authorities, children's aid societies, district health councils, municipal hospitals and gas, telephone and hydro utilities are not consolidated.

The schedules have been prepared by The City of Hamilton (Auditor's firm or name of Municipality)

Questions regarding the information contained in them should be addressed to Mr. N. R. Adhya

Manager of Accounting at (416) 526-4519 (Area code and telephone)

Date March 30 1988

E. C. Matthews Municipal Treasurer





To the Ministry of Municipal Affairs

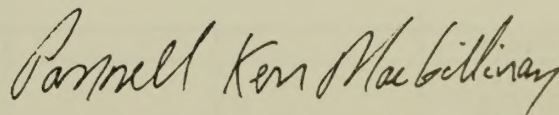
Our examination of the financial statements of The Corporation of the City of Hamilton for the year ended December 31, 1987 was made for the purpose of forming an opinion on the financial statements referred to in our auditor's report to the Members of Council, Inhabitants and Ratepayers dated April 18, 1988.

At your request, we have performed the following procedures in connection with Schedules 1 to 12 of the Financial Information Return of The Corporation of the City of Hamilton for the year ended December 31, 1987.

- (a) We have compared the amounts disclosed on these schedules to the books and records of the City and found them to be in agreement;
- (b) We have added and cross-added all schedules; and
- (c) We have cross-referenced the information on the schedules where applicable.

The above noted schedules have not been subject to the auditing procedures applied in the examination of the financial statements and accordingly we do not express an opinion on the fair presentation of this information.

Hamilton, Ontario  
April 18, 1988



PANNELL KERR MACGILLIVRAY  
Chartered Accountants





ANALYSIS OF REVENUE FUND  
REVENUES

Municipality

The City of Hamilton

for the year ended December 31, 1987

		total revenue	upper tier purposes	school board purposes	own purposes
Note: Upper tiers use column 4 only					
		1	2	3	4
		\$	\$	\$	\$
<b>Taxation</b>					
Taxation from schedule 2LT (or requisitions from schedule 2UT)	1	288,795,863	70,932,703	131,097,033	86,766,127
Direct water billings on ratepayers					
— own municipality	2				
— other municipalities	3				
Sewer surcharge on direct water billings					
— own municipality	4				
— other municipalities	5				
Subtotal	6	288,795,863	70,932,703	131,097,033	86,766,127
<b>Payments in lieu of taxes</b>					
Canada	7	954,333	326,570		627,763
Canada enterprises	8	389,430	95,860	177,469	116,101
Ontario					
The Municipal Tax Assistance Act	9				
The Municipal Act, section 160	10	1,164,075	517,547		646,528
Other	11	292,275	129,945		162,330
Ontario enterprises					
Ontario Housing Corporation	12	4,895,401	1,206,483	2,226,917	1,462,001
Ontario Hydro	13	1,782,499	752,602	2,577	1,027,320
Liquor Control Board of Ontario	14	116,999	52,913		64,086
Other	15	191,649	82,290		109,359
Municipal enterprises	16	3,186,264	1,306,690		1,879,574
Other municipalities and enterprises	17				
Subtotal	18	12,972,925	4,470,900	2,406,963	6,095,062
<b>Ontario unconditional grants</b>					
Per household general	19				
Per household police	20				
Per household density	21				
Transitional and special assistance	22				
Resource equalization	23	5,826,140			5,826,140
General support	24	5,835,715			5,835,715
Northern special support	25				
Apportionment guarantee	26				
Revenue guarantee	27				
Subtotal	28	11,661,855			11,661,855
<b>Revenues for specific functions</b>					
Ontario specific grants	29	4,413,310			4,413,310
Canada specific grants	30	24,815			24,815
Other municipalities—grants and fees	31	205,532			205,532
Fees, service charges and donations	32	15,395,885			15,395,885
Subtotal	33	20,039,542			20,039,542
<b>Other revenue</b>					
Trailer revenue and licences	34				
Licences and permits	35	4,529,146			4,529,146
Fines	37	2,089,422			2,089,422
Penalties and interest on taxes	38	2,470,168			2,470,168
Investment income—from own funds	39	2,862,196			2,862,196
—other	40				
Sale of publications, equipment, etc.	42	23,393			23,393
Contributions from capital fund	43	746,350			746,350
Contributions from reserves and reserve funds	44	368,173			368,173
Contributions from non consolidated entities	45	237,765			237,765
Vehicle Insurance Program	46	276,893			276,893
Miscellaneous	48	315,034			315,034
Sale of land	49				
Subtotal	50	13,918,540			13,918,540
<b>Total revenue</b>	51	347,388,725	75,403,603	133,503,996	138,481,126







LOCAL TAXABLE ASSESSMENT						MILL RATES		TAXES LEVIED			SUPPLEMENTARY TAXES			TOTAL TAXES				
for computer use only	residential and farm	commercial and industrial	business	residential and farm	commercial industrial and business	residential and farm	commercial and industrial	business	residential and farm	commercial and industrial	business	total columns 6 to 11						
	1	2	3	4	5	6	7	8	9	10	11	12						
	\$	\$	\$			\$	\$	\$	\$	\$	\$	\$						
I. Own purposes																		
(a) Levied by mill rate																		
General	0	1	0	1	0	518,096,146	273,461,999	126,227,796	83.9779	98.7975	43,508,625	27,017,362	12,470,991	649,497		503,828	84,150,303	
police villages at reduced rates	0	1	0	2														
farms at reduced rates	0	1	0	3														
	0	1																
	0	1																
Special area rates and police villages																		
	0	1																
	0	1																
	0	1																
	0	1																
	0	1																
	0	1																
Subtotal levied by mill rate						1	43,508,625	27,017,362	12,470,991	649,497		503,828	84,150,303					
(b) Other charges on tax bills																		
Share of telephone and telegraph taxation						0	1	2	1	0	2	1,815,400	1,815,400					
Local improvements						0	1	2	2	0	418,278	418,278						
Sewer and water service charges						0	1	2	3	0	8,120	8,120						
Sewer and water connection charges						0	1	2	4	0								
Fire service charges						0	1	2	5	0								
Minimum tax (differential only)						0	1	2	6	0								
Municipal drainage charges						0	1	2	7	0								
Garbage collection charges						0	1	2	8	0								
Business improvement area						0	1	2	9	0	338,125	35,901	374,026					
						0	1	3	0	0								
Subtotal special charges on tax bills						3	426,398	1,815,400	338,125		35,901	2,615,824						
Total own purposes taxation						0	1	3	2	0	4	43,935,023	28,832,762	12,809,116	649,497	539,729	86,766,127	
II. Upper tier purposes																		
(a) Levied by mill rate																		
General	0	2	0	1	0	518,096,146	273,461,999	126,227,796	69.3371	81.5731	35,923,284	22,307,143	10,296,793	536,263		415,990	69,479,473	
Special purposes																		
	0	2																
	0	2																
	0	2																
	0	2																
Subtotal levied by mill rate						5	35,923,284	22,307,143	10,296,793	536,263		415,990	69,479,473					
(b) Other charges on tax bills																		
Share of telephone and telegraph taxation						0	2	2	1	0	6	1,453,230	1,453,230					
Local improvements						0	2	2	2	0								
Sewer and water service charges						0	2	2	3	0								
Sewer and water connection charges						0	2	2	4	0								
Fire service charges						0	2	2	5	0								
						0	2	3	0	0								
Subtotal special charges on tax bills						7		1,453,230				1,453,230						
Total upper tier taxation						0	2	3	2	0	8	35,923,284	23,760,373	10,296,793	536,263	415,990	70,932,703	
III. School board purposes																		
Elementary public																		
Board of Education for the	0	3	0	1		381,065,146	256,493,988	119,814,695	73.9790	87.0341	28,190,818	22,323,723	10,427,964	476,998		370,017	61,789,520	
City of Hamilton	0	3	0	1														
Share of telephone and telegraph taxation						0	3	2	1	0	9	1,477,059				1,477,059		
Subtotal elementary public						10	28,190,818	23,800,782	10,427,964	476,998		370,017	63,266,579					
Elementary separate																		
Hamilton-Wentworth Roman Catholic	0	4	0	1		137,031,000	16,968,011	6,413,101	73.9790	87.0341	10,137,416	1,476,796	558,158	95,166		73,322	12,341,358	
Separate School Board	0	4	0	1														
Subtotal elementary separate						11	10,137,416	1,476,796	558,158	95,166		73,322	12,341,358					
Secondary public																		
Board of Education for the	0	5	0	1		381,065,146	256,493,988	119,814,695	54.3880	63.9859	20,725,371	16,411,999	7,666,451	350,680		272,030	45,426,531	
City of Hamilton	0	5	0	1														
Share of telephone and telegraph taxation						0	5	2	1	0	12	989,425				989,425		
Subtotal secondary public						16	20,725,371	17,401,424	7,666,451	350,680		272,030	46,415,956					
Secondary separate																		
Hamilton-Wentworth Roman Catholic	0	7	0	1		137,031,000	16,968,011	6,413,101	54.3880	63.9859	7,452,842	1,085,713	410,348	69,964		54,273	9,073,140	
Separate School Board	0	7	0	1														
Subtotal secondary separate						17	7,452,842	1,085,713	410,348	69,964		54,273	9,073,140					
Total all school board taxation						0	6	3	2	0	14	66,506,447	43,764,715	19,062,921	992,808		770,142	131,097,033







ANALYSIS OF CURRENT REVENUE  
FOR SPECIFIC FUNCTIONS

for the year ended December 31, 1987

Municipality

The City of Hamilton

		Ontario specific grants	Canada grants	other municipalities- grants, fees, and service charges	fees, service charges and donations
		1 \$	2 \$	3 \$	4 \$
<b>General government</b>	1	8,953		146,862	2,173,867
<b>Protection to persons and property</b>					233,403
Fire	2				
Police	3				
Conservation authority	4				
Protective inspection and control	5				1,240
	6				
<b>Subtotal</b>	7				234,643
<b>Transportation services</b>					
Roadways	8	2,874,292		43,003	820,657
Winter control	9	436,066		9,739	
Transit	10				
Parking	11				2,547,623
Street lighting	12				
Air transportation	13				
	14				
<b>Subtotal</b>	15	3,310,358		52,742	3,368,280
<b>Environmental services</b>					
Sanitary sewer system	16				
Storm sewer system	17				
Waterworks system	18				4,644
Garbage collection	19				
Garbage disposal	20				
Pollution control	21				
	22				
<b>Subtotal</b>	23				4,644
<b>Health services</b>					
Public health services	24				
Public health inspections and control	25				
Hospitals	26				
Ambulance services	27				
Cemeteries	28				695,698
	29				
<b>Subtotal</b>	30				695,698
<b>Social and family services</b>					
General assistance	31				
Assistance to aged persons	32	36,797			
Assistance to children	33				
Day nurseries	34				
	35				
<b>Subtotal</b>	36	36,797			
<b>Recreation and cultural services</b>					
Parks and recreation	37	57,299			4,771,412
Libraries	38	794,182		5,928	400,297
Other cultural	39	109,266			1,913,150
<b>Subtotal</b>	40	960,747		5,928	7,084,859
<b>Planning and development</b>					511,909
Planning and zoning	41				
Commercial and industrial	42	54,315			1,070,890
Residential development	43	42,140	24,815		169,285
Agriculture and reforestation	44				81,810
Tile drainage/shoreline assistance	45				
	46				
<b>Subtotal</b>	47	96,455	24,815		1,833,894
Electricity	48				
Gas	49				
Telephone	50				
<b>Total</b>	51	4,413,310	24,815	205,532	15,395,885







ANALYSIS OF REVENUE FUND  
EXPENDITURES

for the year ended December 31, 1987

Municipality

The City of Hamilton

4  
8

		salaries, wages and employee benefits	net long term debt charges	materials, services, rents and financial expenses	transfers to own funds	other transfers	inter- functional transfers	total expenditure
		1	2	3	4	5	6	7
		\$	\$	\$	\$	\$	\$	\$
<b>General government</b>	1	11,041,284	284,916	6,426,699	8,040,485	25,397		25,818,781
<b>Protection to persons and property</b>	2	20,816,928	301,353	2,092,254	214,668	6,006		23,431,209
Fire	3							
Police	4		25,463		52,020			77,483
Conservation authority	5	3,039,304		859,289	44,562			3,943,155
Protective inspection and control	6							
Subtotal	7	23,856,232	326,816	2,951,543	311,250	6,006		27,451,847
<b>Transportation services</b>	8	7,185,494	752,156	1,727,687	5,929,056	23,000		15,617,393
Roadways	9	1,224,773		1,092,499				2,317,272
Winter control	10							
Transit	11	693,292	481,046	944,702	572,751	8,975		2,700,766
Parking	12	62,035		2,319,874				2,381,909
Street lighting	13							
Air transportation	14							
Subtotal	15	9,165,594	1,233,202	6,084,762	6,501,807	31,975		23,017,340
<b>Environmental services</b>	16	20,745	83,094	8,195				112,034
Sanitary sewer system	17							
Storm sewer system	18			37,663				37,663
Waterworks system	19	3,255,327		1,411,388				4,666,715
Garbage collection	20							
Garbage disposal	21			68,167				68,167
Pollution control	22							
Subtotal	23	3,276,072	83,094	1,525,413				4,884,579
<b>Health services</b>	24							
Public health services	25							
Public health inspections and control	26		17,400					17,400
Hospitals	27							
Ambulance services	28	1,842,361	38,837	384,968	27,010			2,293,176
Cemeteries	29							
Subtotal	30	1,842,361	56,237	384,968	27,010			2,310,576
<b>Social and family services</b>	31			836,598		3,000		839,598
General assistance	32	110,793	29,745	3,286,135		842,861		4,269,534
Assistance to aged persons	33					212,168		212,168
Assistance to children	34							
Day nurseries	35							
Subtotal	36	110,793	29,745	4,122,733		1,058,029		5,321,300
<b>Recreation and cultural services</b>	37	12,560,161	3,513,630	6,834,460	1,150,174	333,342		24,391,767
Parks and recreation	38	7,098,057	1,544,390	2,865,817	1,012,920			12,521,184
Libraries	39	1,941,669	761,341	1,463,510	5,280	398,890		4,570,690
Other cultural	40	21,599,887	5,819,361	11,163,787	2,168,374	732,232		41,483,641
<b>Planning and development</b>	41	318,417		1,601,724	180			1,920,321
Planning and zoning	42	1,388,280	2,816,941	149,068	80,000	200		4,434,489
Commercial and industrial	43	386,387	355,563	76,126	30			818,106
Residential development	44	983,276		464,841				1,448,117
Agriculture and reforestation	45							
Tile drainage/shoreline assistance	46							
Subtotal	47	3,076,360	3,172,504	2,291,759	80,210	200		8,621,033
Electricity	48							
Gas	49							
Telephone	50							
<b>Total</b>	51	73,968,583	11,005,875	34,951,664	17,129,136	1,853,839		138,909,097

**Total of column 2 includes:**

Payments to Ontario in respect of Down-  
town Revitalization Program loans 81

Accrued interest (enter an amount only  
if the change to the accrual basis  
was made in this reporting year) 82

Interest portion of transit debt charges  
included on line 10 83

**Total of column 3 includes:**

Ministry of the Environment

Provincial projects service charges

—water 52

—sewer 53

Provincial projects frontage and

connection charges—water 57

—sewer 58

Joint projects operating charges

—water 54

—sewer 55

O.P.P. policing contracts 56

Short term interest costs 60

**Total of column 5 includes:**

Grants to charitable and non-profit  
organizations 62 1,142,464

Grants to universities and colleges 63

Contributions to UNCONSOLIDATED  
joint local boards

Health unit 64

District welfare board 65

Home for the aged 66

Recreation board(s) 67

Fire area board 68

Suburban roads commission 69

Senior Citizens Tax Credit 70 711,375

**Line 1 of column 7 includes:**

Members of council 72 1,171,297

**Line 51 of column 7 includes:**

Payments in respect of long term com-  
mitments and liabilities financed  
from revenue, as approved by the  
Ontario Municipal Board. Exclude  
debt charges reported in column 2. 73





## ANALYSIS OF CAPITAL OPERATIONS

for the year ended December 31, 1987

Municipality

The City of Hamilton

5  
9

		1 \$
<b>Unfinanced capital outlay (Unexpended capital financing) at the beginning of the year</b>	1	(7,456,332)
<b>Sources of financing</b>		
<b>Contributions from own funds</b>		
Revenue fund	2	5,611,439
Reserves and reserve funds	3	5,316,839
<b>Subtotal</b>	4	10,928,278
<b>Long term liabilities incurred</b>		
Central Mortgage and Housing Corporation	5	
Ontario Municipal Improvement Corporation	7	
Commercial Area Improvement Program	9	247,688
Other Ontario housing programs	10	
Ministry of the Environment	11	
Tile drainage and shoreline property assistance programs	12	
The Public		
Serial debentures	13	170,500
Sinking fund debentures	14	
	15	
	16	
	17	
<b>Subtotal*</b>	18	418,188
<b>Grants and loan forgiveness</b>		
Ontario	20	2,577,968
Canada	21	65,833
Other municipalities	22	250,000
<b>Subtotal</b>	23	2,893,801
<b>Other financing</b>		
Prepaid special charges	24	67,469
Proceeds from sale of fixed assets	25	8,250
Investment income		
From own funds	26	
Other	27	
Donations	28	75,671
	30	1,649
	31	
<b>Subtotal</b>	32	153,039
<b>Total sources of financing</b>	33	14,393,306
<b>Applications</b>		
<b>Own expenditures</b>		
Short term interest costs	34	
Other	35	25,616,229
<b>Subtotal</b>	36	25,616,229
<b>Transfers of proceeds from long term liabilities to:</b>		
Other municipalities	37	
Unconsolidated local boards	38	
Individuals	39	
<b>Subtotal</b>	40	
<b>Transfers to reserves, reserve funds and the revenue fund</b>	41	1,241,094
<b>Total applications</b>	42	26,857,323
<b>Unfinanced capital outlay (Unexpended capital financing) at the end of the year</b>	43	5,007,685
<b>Amount reported in line 43 analysed as follows:</b>		
Unapplied capital receipts	44	( 11,157,245)
To be recovered from:		
—taxation or user charges within term of council	45	5,236
—proceeds from long term liabilities	46	16,144,012
—transfers from reserves and reserve funds	47	13,983
—other (specify)	48	1,699
<b>Total unfinanced capital outlay (unexpended capital financing)</b>	49	5,007,685
<b>*amount in line 18 raised on behalf of other municipalities</b>	19	





ANALYSIS OF CAPITAL GRANTS  
AND OWN EXPENDITURES

for the year ended December 31, 1987

Municipality

The City of Hamilton

6  
10

CAPITAL GRANTS

TOTAL  
OWN  
EXPENDITURES

		Ontario grants	Canada grants	Other municipalities	
		1 \$	2 \$	3 \$	4 \$
<b>General government</b>	1	22,958	2,588		1,155,095
<b>Protection to persons and property</b>					
Fire	2	(653)			1,101,225
Police	3				
Conservation authority	4				
Protective inspection and control	5				10,793
	6				
Subtotal	7	(653)			1,112,018
<b>Transportation services</b>					
Roadways	8	1,968,919			9,630,440
Winter control	9				73,953
Transit	10				
Parking	11				6,909,502
Street lighting	12				
Air transportation	13				
	14				
Subtotal	15	1,968,919			16,613,895
<b>Environmental services</b>					
Sanitary sewer system	16				129,801
Storm sewer system	17				
Waterworks system	18				477
Garbage collection	19				255
Garbage disposal	20				
Pollution control	21				
	22				
Subtotal	23				130,533
<b>Health services</b>					
Public health services	24				
Public health inspections and control	25				
Hospitals	26				41,911
Ambulance services	27				
Cemeteries	28	(23,235)			1,344
	29				
Subtotal	30	(23,235)			43,255
<b>Social and family services</b>					
General assistance	31				
Assistance to aged persons	32				
Assistance to children	33				
Day nurseries	34				
	35				
Subtotal	36				
<b>Recreation and cultural services</b>					
Parks and recreation	37	224,201	12,854		4,262,125
Libraries	38	230,058	13,491		743,401
Other cultural	39	66,626	36,900		556,311
Subtotal	40	520,885	63,245		5,561,837
<b>Planning and development</b>					
Planning and zoning	41				
Commercial and industrial	42	87,704		250,000	364,250
Residential development	43	1,390			635,346
Agriculture and reforestation	44				
Tile drainage/shoreline assistance	45				
	46				
Subtotal	47	89,094		250,000	999,596
Electricity	48				
Gas	49				
Telephone	50				
<b>Total</b>	51	2,577,968	65,833	250,000	25,616,229





ANALYSIS OF NET LONG TERM  
LIABILITIES BY FUNCTION

as at December 31, 1987

Municipality

The City of Hamilton

7  
11

		1 \$
<b>General government</b>	1	1,492,000
<b>Protection to persons and property</b>		
Fire	2	1,318,085
Police	3	
Conservation authority	4	67,000
Protective inspection and control	5	
	6	
Subtotal	7	1,385,085
<b>Transportation services</b>		
Roadways	8	3,092,645
Winter control	9	
Transit	10	
Parking	11	1,933,300
Street lighting	12	
Air transportation	13	
	14	
Subtotal	15	5,025,945
<b>Environmental services</b>		
Sanitary sewer system	16	193,900
Storm sewer system	17	
Waterworks system	18	
Garbage collection	19	
Garbage disposal	20	
Pollution control	21	
	22	
Subtotal	23	193,900
<b>Health services</b>		
Public health services	24	
Public health inspections and control	25	
Hospitals	26	86,000
Ambulance services	27	
Cemeteries	28	189,627
	29	
Subtotal	30	275,627
<b>Social and family services</b>		
General assistance	31	
Assistance to aged persons	32	157,000
Assistance to children	33	
Day nurseries	34	
	35	
Subtotal	36	157,000
<b>Recreation and cultural services</b>		
Parks and recreation	37	14,598,865
Libraries	38	7,182,010
Other cultural	39	2,392,890
Subtotal	40	24,173,765
<b>Planning and development</b>		
Planning and zoning	41	
Commercial and industrial	42	12,180,501
Residential development	43	1,301,900
Agriculture and reforestation	44	
Tile drainage/shoreline assistance	45	
	46	
Subtotal	47	13,482,401
Electricity	48	
Gas	49	
Telephone	50	
<b>Total</b>	51	46,185,723





for the year ended December 31, 1987

		1 \$ .
<b>1. Calculation of debt burden of the municipality</b>		
All debt issued by the municipality, predecessor municipalities and consolidated entities		8,282,599
: To Ontario and agencies	1	
: To Canada and agencies	2	6,902,355
: To other	3	17,879,999
Subtotal	4	33,064,953
Plus: All debt assumed by the municipality from others	5	46,045,373
Less: All debt assumed by others		
: Ontario	6	
: Schoolboards	7	1,092,445
: Other municipalities	8	29,899,332
Subtotal	9	30,991,777
Less: Ministry of the Environment debt retirement funds		
—sewer	10	
—water	11	
Own sinking funds (actual balances)		1,932,826
—general municipal	12	
—enterprises and other	13	
Subtotal	14	1,932,826
<b>Total</b>	<b>15</b>	<b>46,185,723</b>
Sinking fund debentures	16	12,067,174
Installment (serial) debentures	17	34,118,549
Long term bank loans	18	
Lease purchase agreements	19	
Mortgages	20	
Ministry of the Environment	22	
.	23	
.	24	
<b>2. Total debt payable in foreign currencies (net of sinking fund holdings)</b>		<b>\$</b>
U.S. dollars—Canadian dollar equivalent included in line 15 above	25	
—par value of this amount in U.S. dollars	26	
Other —Canadian dollar equivalent included in line 15 above	27	
—par value of this amount in _____	28	
<b>3. Interest earned on sinking funds and debt retirement funds during the year</b>		<b>\$</b>
Own funds	29	206,898
Ministry of the Environment—sewer	30	
—water	31	
<b>4. Actuarial balance of own sinking funds at year end</b>	<b>32</b>	<b>\$</b> <b>2,082,652</b>
<b>5. Long term commitments and contingencies at year end</b>		<b>\$</b>
Total liability for accumulated sick pay credits	33	10,256,779
Total liability under OMERS plans		
—initial unfunded (payable over____years) (number of employees____)	34	
—actuarial deficiency (payable over____years)	35	
Total liability for own pension funds		
—initial unfunded (payable over____years) (number of employees____)	36	
—actuarial deficiency (payable over____years)	37	
Outstanding loans guaranteed (payable over____years)	38	
Commitments and liabilities financed from revenue, as approved by the Ontario Municipal Board		
—hospital support	39	
—university support	40	
—leases and other agreements	41	
Other (specify) .	42	
.	43	
.	44	
<b>Total</b>	<b>45</b>	<b>10,256,779</b>





for the year ended December 31, 1987

6. Ministry of the Environment Provincial Projects				accumulated surplus (deficit)	total outstanding capital obligation	debt charges
				1 \$	2 \$	3 \$
Water projects —for this municipality only	46					
—share of integrated project(s)	47					
Sewer projects —for this municipality only	48					
—share of integrated project(s)	49					

7. 1987 Debt Charges				principal		interest
				1 \$	2 \$	
Recovered from the consolidated revenue fund				4,654,996		5,699,383
—general tax rates	50					
—special area rates and special charges	51					
—benefitting landowners	52			261,800		223,525
—user rates (consolidated entities)	53			122,500		43,671
Recovered from reserve funds	54			40,000		10,073
Recovered from unconsolidated entities						
—hydro	55					
—gas and telephone	57					
—	56					
—	58					
—	59					
<b>Total</b>	<b>78</b>			<b>5,079,296</b>		<b>5,976,652</b>

8. Future principal and interest payments on <u>existing</u> net debt							
		recoverable from the consolidated revenue fund		recoverable from reserve funds		recoverable from unconsolidated entities	
		principal	interest	principal	interest	principal	interest
		1 \$	2 \$	3 \$	4 \$	5 \$	6 \$
1988	60	5,016,495	5,536,884	43,000	6,443		
1989	61	5,018,224	5,079,303	26,000	2,535		
1990	62	5,166,804	4,605,103				
1991	63	5,198,759	4,107,226				
1992	64	4,552,930	3,637,155				
1993-1997	65	15,713,152	9,034,552				
1998 onwards	79	1,114,487	196,248				
Interest to be earned on sinking funds*	69	4,335,872					
Downtown revital- ization program	70						
<b>Total</b>	<b>71</b>	<b>46,116,723</b>	<b>32,196,471</b>	<b>69,000</b>	<b>8,978</b>		

*includes interest to be earned on Ministry of the Environment debt retirement funds

9. Future principal payments on <u>expected</u> new debt				1 \$
1988	72			
1989	73			2,310,000
1990	74			3,332,000
1991	75			4,214,000
1992	76			5,124,000
<b>Total</b>	<b>77</b>			<b>14,980,000</b>

10. Other notes (attach supporting schedule as required)			
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UPPER TIER		balance at beginning of year	amounts requisitioned	supplementary taxes	total expended	amount levied	telephone and telegraph taxation	share of Provincial grants	share of payments in lieu of taxes	other	total raised	balance at end of year
Included in general mill rate for upper tier purposes		1 \$	2 \$	3 \$	4 \$	5 \$	6 \$	8 \$	9 \$	10 \$	12 \$	11 \$
General requisition	1		61,519,329	952,253	62,471,582							
Special purpose requisitions												
Water rate	2											
Transit rate	3		8,880,664		8,880,664							
Sewer rate	4											
Library rate	5											
Road rate	6											
.	7		3,921,400		3,921,400							
.	8											
.	9											
.	10											
Sub total levied by mill rate—general	11	(198,066)	74,321,393	952,253	75,273,646	69,479,473	1,453,230		4,470,900		75,403,603	(68,109)
Special purpose requisitions												
Water	12											
Transit	13											
Sewer	14											
Library	15											
.	16											
.	17											
Sub total levied by mill rate—special areas	18											
Special charges	19											
Direct water billings	20											
Sewer surcharge on direct water billings	21											
Total region or county	22	(198,066)	74,321,393	952,253	75,273,646	69,479,473	1,453,230		4,470,900		75,403,603	(68,109)
SCHOOL BOARDS		balance at beginning of year	amounts requisitioned	supplementary taxes	pupils' fees, share of trailer licences	total expended	amount levied	telephone and telegraph taxation	share of payments in lieu of taxes	pupils' fees, share of trailer licences	total raised	balance at end of year
		1 \$	2 \$	3 \$	4 \$	5 \$	6 \$	7 \$	8 \$	9 \$	10 \$	11 \$
Elementary public - Board of Education for the City of Hamilton	23	(107,673)	63,580,121	847,015		64,427,136	61,789,520	1,477,059	1,156,433		64,423,012	(111,797)
.	24											
.	25											
.	26											
.	27											
Elementary separate - Hamilton-Wentworth Roman Catholic Separate School Board	28	( 28,605)	12,383,021	168,988		12,552,009	12,341,358		230,719		12,572,077	( 8,537)
.	29											
.	30											
.	31											
Secondary public - Board of Education for the City of Hamilton	32	( 86,071)	46,639,588	622,710		47,262,298	45,426,531	989,425	850,190		47,266,146	(82,223)
.	33											
.	34											
.	35											
Secondary separate - Hamilton-Wentworth Roman Catholic Separate School Board	37		9,124,809	124,237		9,249,046	9,073,140		169,621		9,242,761	(6,285)
.	38											
.	39											
.	40											
Total school boards	36	(222,349)	131,727,539	1,762,950		133,490,489	128,630,549	2,466,484	2,406,963		133,503,996	(208,842)





CONTINUITY OF RESERVES  
AND RESERVE FUNDS

Municipality

The City of Hamilton

10

15

for the year ended December 31, 1987

		1 \$
<b>Balance at beginning of year</b>	1	48,386,352
<b>Revenues</b>		11,517,697
Contributions from revenue fund	2	494,744
Contributions from capital fund	3	901,173
Lot levies and subdivider contributions	60	1,375,649
Recreational land (the Planning Act)	61	4,637,325
Investment income—from own funds	5	180,670
—other	6	485,846
.	9	5,890,125
.	10	1,963,766
.	11	3,389,014
.	12	
<b>Total revenue</b>	13	30,836,009
<b>Expenditures</b>		5,316,839
Transferred to capital fund	14	368,173
Transferred to revenue fund	15	50,073
Charges for long term liabilities—principal and interest	16	3,049,475
.	63	3,495,849
.	20	3,658,407
.	21	15,938,816
<b>Total expenditure</b>	22	
<b>Balance at end of year for:</b>		46,277,997
Reserves	23	17,005,548
Reserve Funds	24	
<b>Total</b>	25	63,283,545
analysed as follows:		10,749,890
Working funds	26	3,591,193
Contingencies	27	
Ministry of the Environment fund for renewals, etc.		
—sewer	28	
—water	29	6,720,919
Replacement of equipment	30	2,498,672
Sick leave	31	2,116,395
Insurance	32	451,988
Workmen's compensation	33	
Capital expenditure—general administration	34	
—roads	35	
—sanitary and storm sewers	36	174,467
—parks and recreation	64	702,524
—library	65	351,881
—other cultural	66	
—water	38	
—transit	39	
—housing	40	177,598
—industrial development	41	646,392
—other and unspecified	42	
Lot levies and subdivider contributions	44	2,896,486
Recreational land (the Planning Act)	46	3,792,563
Parking revenues	45	5,055,791
Debenture repayment	47	7,599,974
Exchange rate stabilization	48	
Waterworks current purposes	49	
Transit current purposes	50	
Library current purposes	51	206,001
. Repairs	52	867,013
. Property Purchases	53	5,671,212
. General Administration and Employee Benefits	54	3,953,017
. Emergency Snow Removal	55	1,432,000
. Various Loan Programs	56	1,462,189
. Hamilton Entertainment Convention Facilities	57	2,165,380
<b>Total</b>	58	63,283,545





ANALYSIS OF  
CONSOLIDATED YEAR END  
BALANCES  
as at December 31, 1987

Municipality

The City of Hamilton

11  
16

		1	2
		\$	\$
<b>ASSETS</b>			
<b>Current assets</b>			portion of cash not in chartered banks
Cash	1	30,310,572	
Accounts receivable			
Canada	2	1,644	
Ontario	3	825,638	
Region or county	4	1,870,185	
Other municipalities	5	339,401	
School boards	6	62,042	
Waterworks	7		portion of taxes receivable for business taxes
Other (including unorganized areas)	8	1,877,834	
Taxes receivable			
Current year's levies	9	12,608,504	481,461
Previous year's levies	10	859,435	377,974
Prior years' levies	11		
Penalties and interest	12		
Less allowance for uncollectables	13	( )	( )
Investments (market value \$)			
Canada	14	300,000	
Provincial	15	1,983,000	
Municipal	16	7,931,407	
Other	17	7,900,767	
Other current assets	18	2,968,347	portion of line 20 for tax sale/tax registration
Capital outlay to be recovered in future years	19	46,185,723	
Other long term assets	20	3,177,638	
<b>Total</b>	21	119,202,137	
<b>LIABILITIES</b>			
<b>Current liabilities</b>			portion of loans not from chartered banks
Temporary loans—current purposes	22		
—capital—Ontario	23		
—Canada	24		
—Other	25		
Accounts payable and accrued liabilities			
Canada	26	1,665,504	
Ontario	27	646,526	
Region or county	28	2,146,704	
Other municipalities	29		
School boards	30	2,956	
Trade accounts payable	31	6,153,131	
Other	32	4,285,050	
Other current liabilities	33	274,987	
<b>Net long term liabilities</b>			
Recoverable from the Consolidated Revenue Fund			
—general tax rates	34	43,911,316	
—special area rates and special charges	35		
—benefitting landowners	36	1,798,407	
—user rates (consolidated entities)	37	407,000	
Recoverable from Reserve Funds	38	69,000	
Recoverable from unconsolidated entities	39		
Less: Own holdings	40	( 2,538,000)	
<b>Reserves and reserve funds</b>	41	63,283,545	
<b>Accumulated net revenue (deficit)</b>			
General revenue	42	1,455,312	
Special charges and special areas (specify)			
Local Improvements	43	735,946	
.	44		
.	45		
.	46		
Consolidated local boards (specify)			
Transit operations	47		
Water operations	48		
Libraries	49		
Cemeteries	50		
Recreation, community centres and arenas	51		
Business Improvement Areas	52	140,389	
Hamilton Entertainment Convention Facilities Inc.	53	49,000	
.	54		
.	55		
Region or county	56	(68,109)	
School boards	57	(208,842)	
		(5,007,685)	
<b>Unexpended capital financing/(unfinanced capital outlay)</b>	58		
<b>Total</b>	59	119,202,137	







1. Number of continuous full time employees as at December 31			1	173		
Administration			1	173		
Non-line Departmental Support Staff			2	331		
Fire			3	470		
Police			4			
Transit			5			
Public Works			6	660		
Health Services			7	53		
Homes for the Aged			8			
Other Social Services			9			
Parks and Recreation			10	153		
Libraries			11	231		
Planning			12			
Total			13	2,071		
			continuous full time employees December 31	Other		
2. Total expenditures during the year on:			1 \$	2 \$		
Wages and salaries			14 63,065,057	7,049,075		
Employee benefits			15 10,306,072	299,586		
3. Reductions of tax roll during the year (lower tier municipalities only)			1 \$			
Cash collections: Current year's tax			16 282,763,101			
Previous years' tax			17 9,137,245			
Penalties and interest			18 2,655,386			
Subtotal			19 294,555,732			
Discounts allowed			20 298,623			
Tax adjustments under section 362 and 363 of the Municipal Act			22 ( )			
—amounts added to the roll			23			
—amounts written off						
Tax adjustments under sections 465, 495 and 496 of the Municipal Act			24 2,200,908			
—recoverable from upper tier and school boards			25 941,073			
—recoverable from general municipal revenues			26			
Transfers to tax sale and tax registration accounts			27 688,511			
The Municipal Elderly Residents' Assistance Act—reductions			28 22,864			
—refunds			80			
Other (specify)			29 298,707,711			
Total reductions						
Amounts added to the tax roll for collection purposes only			30			
Business taxes written off under subsection 495 (1) of the Municipal Act			81 165,205			
4. Tax due dates for 1987 (lower tier municipalities only)			1			
Interim billings: Number of installments			31 2			
Due date of first installment (MMDDYY)			32 February 27			
Due date of last installment (MMDDYY)			33 March 31			
Final billings: Number of installments			34 2			
Due date of first installment (MMDDYY)			35 June 30			
Due date of last installment (MMDDYY)			36 September 30			
Supplementary taxes levied with 1988 due date			37 \$			
5. Projected capital expenditures and long term financing requirements as at December 31			long term financing requirements			
			approved by the O.M.B.	submitted but not yet approved by the O.M.B.	forecast not yet submitted to the O.M.B.	
gross expenditure						
1 \$			2 \$	3 \$	4 \$	
Estimated to take place						
In 1988			58 27,502,000	32,181,400	7,354,650	7,993,000
In 1989			59 28,052,000			10,532,000
In 1990			60 31,188,000			5,782,000
In 1991			61 21,280,000			3,515,000
In 1992			62 18,520,000			3,615,000
Total			63 126,542,000	32,181,400	7,354,650	31,437,000
			balance in fund	loans outstanding		
6. Ontario Home Renewal Plan trust fund at year end			82 3,098,815	1 \$	2 \$	737,482





7. Analysis of direct water and sewer billings as at December 31						
		water				
		number of residential units	1987 billings			
			residential units	all other properties		
		1	2	3	4	
			\$	\$		
In this municipality	39					
In other municipalities (specify municipality)						
.	40					
.	41					
.	42					
.	43					
.	64					
		sewer				
		number of residential units	1987 billings			
			residential units	all other properties		
		1	2	3		
			\$	\$		
In this municipality	44					
In other municipalities (specify municipality)						
.	45					
.	46					
.	47					
.	48					
.	65					
		water		sewer		
Number of residential units in this municipality receiving municipal water and sewer services but which are not on direct billing		1		2		
66						
8. Selected investments of own sinking funds as at December 31						
		own municipality	other municipalities, school boards	Province	Federal	
		1	2	3	4	
		\$	\$	\$	\$	
Own sinking funds	83					
9. Borrowing from own reserve funds					1	
Loans or advances due to reserve funds as at December 31					\$	
					84	
10. Joint boards consolidated by this municipality						
		total board expenditure	contribution from this municipality	this municipal-ity's share of total municipal contributions	for computer use only	
		1	2	3	4	
		\$	\$	%		
name of joint boards						
.	53					
.	54					
.	55					
.	56					
.	57					
11. Applications to the Ontario Municipal Board						
		tile drainage, shoreline assist-ance, downtown revitalization, electricity, gas, telephone		other	total	
		1		2	3	
		\$		\$	\$	
Approved but not financed as at Dec. 31, 1986	67			24,376,605	24,376,605	
Approved in 1987	68			19,885,800	19,885,800	
Financed in 1987	69			170,500	170,500	
No long term financing necessary	70			733,750	733,750	
Balance approved but not financed as at Dec. 31, 1987	71			43,358,155	43,358,155	
Applications submitted but not approved as at December 31, 1987	72			7,354,650	7,354,650	
12. Forecast of total revenue fund expenditures						
		1988	1989	1990	1991	1992
		1	2	3	4	5
		\$	\$	\$	\$	\$
	73	150,349,000	156,363,000	162,618,000	169,123,000	175,888,000



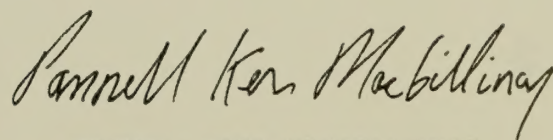


To the Ministry of Municipal Affairs

We have examined grant information schedule 13 of the Financial Information Return of the Corporation of the City of Hamilton for the year ended December 31, 1987. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, this schedule presents fairly the grant information shown therein in accordance with instructions issued by the Ministry of Municipal Affairs for the year 1987.

Hamilton, Ontario  
April 18, 1988



PANNELL KERR MACGILLIVRAY  
Chartered Accountants





## GRANT INFORMATION

Municipality

The City of Hamilton

13  
18

for the year ended December 31, 1987

## ANALYSIS OF REVENUE FUND REVENUES

1

Note: Upper tiers use column 4 only.

		upper tier purposes 2 \$	own purposes 4 \$
<b>Taxation</b>			
Direct water billings on ratepayers - own municipality	2		
Sewer surcharge on direct water billings - own municipality	4		
<b>Payments in lieu of taxes</b>			
Subtotal	18	4,470,900	6,095,062

2LT

## ANALYSIS OF TAXATION

## LOCAL TAXABLE ASSESSMENT

		residential and farm 1 \$	commercial and industrial 2 \$	business 3 \$
<b>I. Own purposes</b>				
(a) Levied by mill rate				
<b>General</b>	30	518,096,146	273,461,999	126,227,796
police villages at reduced rates	31			
farms at reduced rates	32			

## TAXES LEVIED

		commercial and industrial 7 \$	business 8 \$	total 12 \$
<b>Subtotal levied by mill rate</b>	1	27,017,362	12,470,991	
Share of telephone and telegraph taxation	2			1,815,400
<b>Total own purposes taxation</b>	4			86,766,127
<b>II. Upper tier purposes</b>				
<b>Subtotal levied by mill rate</b>	5	22,307,143	10,296,793	
share of telephone and telegraph taxation	6			1,453,230
<b>Total upper tier taxation</b>	8			70,932,703

5

## ANALYSIS OF CAPITAL OPERATIONS

## Other financing

Prepaid special charges

24 67,469





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GOVERNMENT DOCUMENTS



